

**ANNUAL FINANCIAL REPORT**  
**ROANE COUNTY, TENNESSEE**

**FOR THE YEAR ENDED JUNE 30, 2018**



**DIVISION OF LOCAL GOVERNMENT AUDIT**



**ANNUAL FINANCIAL REPORT  
ROANE COUNTY, TENNESSEE  
FOR THE YEAR ENDED JUNE 30, 2018**

**COMPTROLLER OF THE TREASURY  
JUSTIN P. WILSON**

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This financial report is available at [www.comptroller.tn.gov](http://www.comptroller.tn.gov)

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# ***Summary of Audit Findings***

Annual Financial Report  
Roane County, Tennessee  
For the Year Ended June 30, 2018

## ***Scope***

We have audited the basic financial statements of Roane County as of and for the year ended June 30, 2018.

## ***Results***

Our report on Roane County's financial statements is unmodified.

Our audit resulted in no findings.

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# INTRODUCTORY SECTION

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# Roane County Officials

## June 30, 2018

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### **Officials**

Ron Woody, County Executive  
Dennis Ferguson, Road Superintendent  
Dr. Leah Watkins, Director of Schools  
Wilma Eblen, Trustee  
Molly Hartup, Assessor of Property  
Barbara Anthony, County Clerk  
Ann Goldston, Circuit and General Sessions Courts Clerk  
Shannon Conley, Clerk and Master  
Sharon Brackett, Register of Deeds  
Jack Stockton, Sheriff  
Connie Aytes, Director of Accounts and Budgets  
Lynn Farnham, Purchasing Agent

### **Board of County Commissioners**

Ron Berry, Chairman	
David Bell	Carolyn Granger
James Brummett	Junior Hendrickson
Peggy Collier	Mike Hooks
Benny East	Chris Johnson
Randy Ellis	Renee Kelley
Greg Ferguson	Darryl Meadows
Todd Fink	Stanley Moore

### **Board of Education**

Rob Jago, Chairman	Vic King
Larry Brackett	Darrell Langley
Nadine Jackson	Michael Miller
Sam Cox	Michael Taylor
Hugh Johnson	Danny Wright

### **Audit Committee**

Suzy Jones, Chairman	Doris Thompson
Vic King	Harriet Walker
Darryl Meadows	

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## FINANCIAL SECTION

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JUSTIN P. WILSON  
*Comptroller*

JASON E. MUMPOWER  
*Chief of Staff*

## Independent Auditor's Report

Roane County Executive and  
Board of County Commissioners  
Roane County, Tennessee

To the County Executive and Board of County Commissioners:

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of

significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Change in Accounting Principle***

As described in Note V.B., Roane County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

### ***Emphasis of Matter***

We draw attention to Note 1.D.10. to the financial statements, which describes restatements increasing the beginning Governmental Activities net position of the Primary Government by \$250,255, decreasing the beginning net position of the Business Type Activities by \$60,104, and decreasing the beginning net position of the Aggregate Discretely Presented Component Units by \$445,265, on the Government-wide Statement of Activities. These restatements were necessary because of the transitional requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 14 through 24 and the schedule of changes in the county's net pension liability and related ratios, schedule of county and school contributions, schedule of school's proportionate share of the net pension liability, and schedule of county and school changes in the total other postemployment benefits liability and related ratios on pages 120 through 130 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited

procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Roane County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the major debt service funds, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), miscellaneous schedules and the introductory section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is also presented for purposes of additional analysis as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the major debt service funds, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the major debt service funds, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2018, on our consideration of Roane County's internal control over financial

reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Roane County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Roane County's internal control over financial reporting and compliance.

Very truly yours,

A handwritten signature in black ink, appearing to read "Justin P. Wilson". The signature is fluid and cursive, with a long vertical stroke extending downwards from the end.

Justin P. Wilson  
Comptroller of the Treasury

Nashville, Tennessee

October 31, 2018

JPW/tg

**Roane County, Tennessee  
Management's Discussion and Analysis  
For the Year Ended June 30, 2018**

This discussion and analysis of Roane County's financial performance provides an overall view of the county's financial activities for the year ended June 30, 2018. In addition, this discussion and analysis includes an overall view of the Discretely Presented Component Unit (DPCU) Roane County School Department. A separate set of financial statements is not issued for the Roane County School Department. The intent of this discussion and analysis is to look at the county's and the DPCU School Department's financial performance as a whole. Readers should also review the notes to the basic financial statements to enhance their understanding of the county's financial performance as well as the DPCU School Department's financial performance.

**FINANCIAL HIGHLIGHTS FOR FY 2018**

**Key financial highlights for 2018 are as follows:**

In total, net position of the primary government increased by \$4.8 million, and net position of the DPCU School Department decreased by \$401 thousand. In the primary government, most of the negative unrestricted net position balance (\$5.2 million) is related to the fact that school buildings constructed with county debt are recorded as an asset for the DPCU School Department while the debt issued to fund those capital assets is recorded as a liability for the primary government. Net position of the primary government is related to governmental and business-type activities. Net position of the DPCU School Department is related to governmental activities.

General revenues of the primary government accounted for \$21.5 million in revenue or 61 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$13.8 million or 39 percent of total revenues of \$35.3 million. General revenues of the DPCU School Department were \$56.8 million.

Total assets in the primary government were \$89 million as net taxes receivable totaled \$15.8 million; cash totaled \$21.3 million; capital assets, net of accumulated depreciation totaled \$47.8 million, and net pension assets totaled \$2.1 million. Total assets in the DPCU School Department were \$94 million as net taxes receivable totaled \$15.6 million; cash totaled \$7.4 million; capital assets, net of accumulated depreciation totaled \$66.5 million, and net pension assets totaled \$2 million.

The primary government had \$30.7 million in expenses related to governmental activities, with \$13.8 million of these expenses offset by program specific charges for services, grants, or contributions. General revenues (primarily property taxes of \$15.4 million) were adequate to provide current funding for these programs. The DPCU School Department had \$64 million in expenses related to governmental activities; \$7.2 million of these expenses were offset by program specific charges for services, grants, or contributions. General revenues of the DPCU School Department (primarily Basic Education Program revenues of

\$30.4 million and property taxes and sales taxes of \$15.8 and \$6.9 million, respectively) were adequate to provide current funding for these programs.

Among major governmental funds, the General Fund had \$17.2 million in revenues and \$16.4 million in expenditures. The Highway/Public Works Fund had \$4.7 million in revenues and \$3.5 million in expenditures. The General Debt Service Fund had \$3.4 million in revenues and \$3.3 million in expenditures. The Rural Debt Service Fund had \$1.5 million in revenues and \$1.8 million in expenditures. Fund balance for the General and Highway/Public Works funds increased by \$388 thousand and \$539 thousand, respectively. Fund balances for the General Debt Service increased by \$256 thousand and Rural Debt Service decreased by \$366 thousand. The major Public Utility Fund (business-type activity) had operating revenues of \$1 million and operating expenses of \$991 thousand.

### **Using This Annual Financial Report (AFR)**

This annual financial report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Roane County as a financial whole (and entire operating entity). The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and the Statement of Activities present an aggregate view of the entire county's finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the county's most significant funds with all other nonmajor funds presented in total in one column. In the case of Roane County, the General Fund is by far the most significant fund. Other major funds include the Highway/Public Works, General Debt Service, and Rural Debt Service fund. In the case of the DPCU School Department, the General Purpose School fund is the only major fund.

### **Reporting the County as a Whole**

#### **Statement of Net Position and the Statement of Activities**

While this document contains a large number of funds used by the county and the DPCU School Department to provide programs and financial activities during 2018, the Statement of Net Position and the Statement of Activities provide a broader picture of the financial activities during 2018. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting method used by most private-sector companies. This basis of accounting takes into account all of the current-year's revenues and expenses regardless of when cash is received or paid.

These two statements report the county's net position and changes in those positions as well as those of the county's discretely presented component units. This change in position is important because it tells the reader that, for the county and its discretely presented component units as a whole, whether their financial position has improved or diminished. The cause of this change may be the result of many factors, some financial, some not.

In the Statement of Net Position and the Statement of Activities, the county reports its activities as governmental and business-type. The county's governmental activities reported here include: general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; highways; education; and interest on long-term debt. The county's business-type activities report sewer water treatment.

These services are funded primarily by taxes and intergovernmental revenues, including federal and state grants and other shared revenues. For the DPCU School Department, its activities are also reported as governmental activities. The DPCU School Department's programs and services are reported there. These services are also funded primarily by taxes and intergovernmental revenues including federal and state grants and other shared revenues.

## **Reporting on the County's Most Significant Funds**

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The county and its DPCU School Department, like other state and local governments, use fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the county and the DPCU School Department can be divided into three categories: governmental, proprietary, and fiduciary.

Fund financial reports provide detailed information about the county's major funds. The county uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the county's most significant funds. The county's major governmental funds are the General, Highway/Public Works, General Debt Service, and Rural Debt Service funds. The DPCU School Department's major governmental fund is the General Purpose School fund.

**Governmental Funds** – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the governmental funds is narrower than that of the government-wide statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The county and the DPCU School Department maintain many individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. Please refer to the Table of Contents to locate these statements.

**Proprietary Funds** – Proprietary funds are used to account for activities where the emphasis is placed on net income determination. The county maintained two different types of proprietary funds – an enterprise fund and two internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The county had one enterprise fund to account for sewer water treatment. Internal service funds are accounting devices used to accumulate and allocate costs internally among the county’s various functions. The county uses two internal service funds. Specifically, the Workers’ Compensation Fund and the Employee Dental Insurance Fund account for risk management activities related to workers’ compensation risks and dental insurance provided to county employees and their dependents. Because internal service funds predominantly benefit governmental rather than business-type functions, their assets and liabilities have been included with governmental activities in the government-wide financial statements.

The county’s enterprise fund, Public Utility Fund, is a major fund and is reported separately in the government-wide and fund financial statements. The internal service funds are combined within the governmental activities in the government-wide statements and are presented separately in the fund financial statements.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the county. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the county’s own programs. The accounting used to report fiduciary funds is much like that used to report proprietary funds. Please refer to the Table of Contents to locate these statements.

**Notes to the Financial Statements** – The notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. Please refer to the Table of Contents to locate these notes.

**Other information** – In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules. Please refer to the Table of Contents to locate these statements and schedules.

## **Government-wide Financial Analysis**

Net position may serve over time as a useful indicator of a government’s financial position. In the case of the county, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$34.2 million at the close of the most recent fiscal year. For

the DPCU School Department, assets and deferred outflows exceeded liabilities and deferred inflows of resources by \$69.7 million at the close of the most recent fiscal year.

A large portion of the county's net position reflects its investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The county uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The same holds true for the DPCU School Department. A large portion of its net position reflects its investment in capital assets as described above.

Although the county's and the DPCU School Department's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

Table 1a provides a summary of the county's and the DPCU School Department's net position for 2018, for their governmental activities as well as a comparison with the prior year. Table 1b provides a summary of the county's net assets for 2018, for its business-type activities.

An additional portion of the county's net assets, \$14.2 million, represents resources that are subject to external restrictions on how they may be used. In the DPCU School Department, \$4.1 million of net assets are subject to external restrictions.

Table 2a shows the changes in net position for fiscal year 2018, and a comparison with the prior year for the county and the DPCU School Department for their governmental activities. Table 2b shows the changes in net position for fiscal year 2018, and a comparison with the prior year for the county's business-type activities.

Table 1a  
Roane County Government and DPCU School Department Net Position

Governmental Activities

	Roane County Government		DPCU School Department	
	2018	2017	2018	2017
<b>Assets:</b>				
Current and Other Assets	\$ 39,730,678	\$ 37,646,527	\$ 27,512,507	\$ 26,899,012
Capital Assets	41,330,799	42,211,084	66,492,300	68,473,026
<b>Total Assets</b>	<b>\$ 81,061,477</b>	<b>\$ 79,857,611</b>	<b>\$ 94,004,807</b>	<b>\$ 95,372,038</b>
<b>Deferred Outflows of Resources</b>				
Deferred Charges on Refunding	\$ 0	\$ 79,378	\$ 0	\$ 0
Deferred Amounts Related to Pensions	1,206,189	1,685,636	5,343,208	8,768,196
Deferred Amounts Related to OPEB	122,583	0	535,153	0
<b>Total Deferred Outflows of Resources</b>	<b>\$ 1,328,772</b>	<b>\$ 1,765,014</b>	<b>\$ 5,878,361</b>	<b>\$ 8,768,196</b>
<b>Liabilities:</b>				
Long-term Liabilities Outstanding	\$ 33,389,661	\$ 38,055,476	\$ 8,889,350	\$ 12,456,379
Other Liabilities	1,829,885	1,895,015	383,180	50,937
<b>Total Liabilities</b>	<b>\$ 35,219,546</b>	<b>\$ 39,950,491</b>	<b>\$ 9,272,530</b>	<b>\$ 12,507,316</b>
<b>Deferred Inflows of Resources:</b>				
Deferred Current Property Taxes	\$ 15,365,693	\$ 15,272,216	\$ 15,255,890	\$ 15,155,472
Deferred Amounts Related to Pensions	635,126	651,585	5,356,415	5,962,065
Deferred Amounts Related to OPEB	200,542	0	342,797	0
Deferred Amounts Related to Refunding	287,871	0	0	0
<b>Total Deferred Inflows of Resources</b>	<b>\$ 16,489,232</b>	<b>\$ 15,923,801</b>	<b>\$ 20,955,102</b>	<b>\$ 21,117,537</b>
<b>Net Position:</b>				
Net Investment in Capital Assets	\$ 23,059,004	\$ 21,782,241	\$ 66,492,300	\$ 68,473,026
Restricted	14,200,426	12,817,142	4,050,196	2,449,290
Unrestricted	(6,577,959)	(8,851,050)	(886,960)	(865,373)
<b>Total Net Position</b>	<b>\$ 30,681,471</b>	<b>\$ 25,748,333</b>	<b>\$ 69,655,536</b>	<b>\$ 70,056,943</b>

Table 1b  
Roane County Government Net Position

Business-type Activities

	<u>Roane County Government</u>	
	<u>2018</u>	<u>2017</u>
Assets:		
Current and Other Assets	\$ 1,494,525	\$ 1,488,128
Capital Assets	6,471,283	6,851,770
Total Assets	<u>\$ 7,965,808</u>	<u>\$ 8,339,898</u>
Deferred Outflows of Resources:		
Deferred Amounts Related to Pensions	\$ 25,934	\$ 32,171
Total Deferred Outflows of Resources	<u>\$ 25,934</u>	<u>\$ 32,171</u>
Liabilities:		
Long-term Liabilities Outstanding	\$ 4,459,564	\$ 4,701,804
Other Liabilities	21,558	23,962
Total Liabilities	<u>\$ 4,481,122</u>	<u>\$ 4,725,766</u>
Deferred Inflows of Resources:		
Deferred Amounts Related to Pensions	\$ 13,377	\$ 11,697
Deferred Amounts Related to OPEB	3,054	0
Total Deferred Inflows of Resources	<u>\$ 16,431</u>	<u>\$ 11,697</u>
Net Position:		
Net Investment in Capital Assets	\$ 2,075,989	\$ 2,149,966
Restricted	42,717	19,418
Unrestricted	1,375,483	1,465,222
Total Net Position	<u>\$ 3,494,189</u>	<u>\$ 3,634,606</u>

Table 2a  
Roane County Government and DPCU School Department Changes in Net Position

Governmental Activities

	Roane County Government		DPCU School Department	
	2018	2017	2018	2017
<b>Revenues:</b>				
Program Revenues:				
Charges for Services	\$ 7,882,781	\$ 7,339,985	\$ 1,010,253	\$ 921,932
Operating Grants and Contributions	3,910,646	2,760,126	6,061,166	5,861,933
Capital Grants and Contributions	978,778	1,447,369	133,244	0
General Revenues:				
Property Taxes	15,368,999	15,168,980	15,823,751	15,529,758
Sales Taxes	978,820	829,590	6,925,683	7,821,685
Other Taxes	1,638,805	1,495,841	12,136	31,780
Grants and Contributions Not Restricted to Specific Programs	3,020,389	3,279,425	33,820,696	33,231,877
Unrestricted Investment Earnings	249,148	86,772	137,077	63,066
Miscellaneous	186,540	14,623	83,823	137,132
Gain on Disposal of Equipment	78,529	60,728	0	0
Amortization Premium	0	105,257	0	0
<b>Total Revenues</b>	<b>\$ 34,293,435</b>	<b>\$ 32,588,696</b>	<b>\$ 64,007,829</b>	<b>\$ 63,599,163</b>
<b>Expenses:</b>				
General Government	\$ 4,949,065	\$ 3,706,457	\$ 0	\$ 0
Finance	2,253,223	2,200,397	0	0
Administration of Justice	2,196,067	2,092,621	0	0
Public Safety	8,071,951	7,490,961	0	0
Public Health and Welfare	5,034,732	5,234,319	0	0
Social, Cultural, and Recreational Services	1,003,038	428,499	0	0
Agriculture and Natural Resources	163,778	141,151	0	0
Highways	4,062,292	4,307,041	0	0
Education	632,217	474,010	63,963,971	62,838,105
Interest on Long-term Debt	1,244,189	1,701,643	0	0
<b>Total Expenses</b>	<b>\$ 29,610,552</b>	<b>\$ 27,777,099</b>	<b>\$ 63,963,971</b>	<b>\$ 62,838,105</b>
Insurance Recovery	\$ 0	\$ 81,971	\$ 0	\$ 0
Change in Net Position	\$ 4,682,883	\$ 4,893,568	\$ 43,858	\$ 761,058
Restatement	250,255	0	(445,265)	0
Net Position, July 1	25,748,333	20,854,765	70,056,943	69,295,885
<b>Net Position, June 30</b>	<b>\$ 30,681,471</b>	<b>\$ 25,748,333</b>	<b>\$ 69,655,536</b>	<b>\$ 70,056,943</b>

Table 2b  
Roane County Government Changes in Net Position

Business-type Activities

	<u>Roane County Government</u>	
	<u>2018</u>	<u>2017</u>
<b>Revenues:</b>		
Program Revenues:		
Charges for Services	\$ 1,009,969	\$ 1,031,537
Capital Grants and Contributions	0	130,957
Total Revenues	<u>\$ 1,009,969</u>	<u>\$ 1,162,494</u>
<b>Expenses:</b>		
Public Utility	\$ 1,090,282	\$ 1,122,965
Total Expenses	<u>\$ 1,090,282</u>	<u>\$ 1,122,965</u>
Change in Net Position	\$ (80,313)	\$ 39,529
Restatement	(60,104)	0
Net Position, July 1	<u>3,634,606</u>	<u>3,595,077</u>
Net Position, June 30	<u><u>\$ 3,494,189</u></u>	<u><u>\$ 3,634,606</u></u>

Expenses for Public Safety of \$8.1 million, consisting primarily of the law enforcement and jail operating cost, accounted for approximately 27 percent of the \$29.6 million total expenses for governmental activities. Of that \$29.6 million in governmental activities expenses, \$7.9 million was covered by direct charges to users of the services. A significant portion of those charges are for fees associated with the court system and ambulance service patient charges.

**Financial Analysis of the Government's Funds**

As noted earlier, the county and DPCU School Department use fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds.** The focus of the county's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the county's and the DPCU School Department's financing requirements. In particular, unassigned fund balance may serve as a useful measure of net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the county's governmental funds reported combined ending fund balances of \$18.6 million. Approximately \$3.1 million of this total constitutes unassigned fund balance within the General Fund, which is available for appropriation at the government's discretion within certain legal constraints and purpose restrictions. The remainder of fund balance is restricted, committed, or assigned to indicate that it is available for spending only in certain limited instances. In the DPCU School Department's governmental funds, combined ending fund balances were \$9 million. Approximately \$4.5 million of this total constitutes unassigned fund balance.

## **Financial Comparisons - Primary Government**

The General Fund is the chief operating fund of the county. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$3.1 million, while total fund balance was \$7.6 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 18.9 percent of total General Fund expenditures, while total fund balance represents 46.3 percent of that same amount.

The fund balance of the county's General Fund increased by \$388 thousand during the current fiscal year.

The Highway/Public Works Fund continues to hold its own in terms of funding the needs of the department. Revenues and other sources exceeded expenditures and other uses by \$539 thousand giving an ending fund balance of \$2.1 million.

The General Debt Service Fund had a net increase of \$256 thousand in fund balance.

The Rural Debt Service Fund decreased by \$366 thousand during the current fiscal year.

Roane County's budgeting process is prescribed by *Tennessee Code Annotated*. Essentially the budget is the county's appropriations that are restricted by the amounts of anticipated revenues; therefore, the county's plans and desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity, then the appropriations can be adjusted accordingly.

**Proprietary Funds.** The financial statements of the Internal Service Funds reflect the operations of the county's dental and workers' compensation self-insured risk financing activities. These activities have been consolidated under the revenues and expenses for governmental activities on the government-wide financial statements.

## **Financial Comparison - DPCU School Department**

The General Purpose School Fund is the chief operating fund of the DPCU School Department. At the end of the current fiscal year, unassigned fund balance of the General Purpose School Fund was \$4.5 million, while total fund balance was \$5.5 million. As a measure of the General Purpose School Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 8.5 percent of total General Purpose School Fund expenditures, while total fund balance represents 10.4 percent of that same amount.

## **Capital Assets**

The county's investment in capital assets for its governmental activities as of June 30, 2018, totals \$41.3 million (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings and systems, improvements, equipment, roads, highways, and bridges. The DPCU School Department's investment in capital assets for its governmental activities as of June 30, 2018, totals \$66.5 million (net of

accumulated depreciation). The Notes to the Financial Statements provide additional information on capital assets activity for the year.

### **Debt Administration**

At the end of the 2018 fiscal year, the county's governmental activities had total long-term debt outstanding of \$27.8 million. Of this amount, all is backed by the full faith and credit of the county. The county maintains an Aa2 rating for Moody's and an AA rating for Standard and Poor's for general obligation debt. The county's business-type activities had long-term debt outstanding of \$4.4 million.

In addition to the debt noted above, county long-term obligations include compensated absences, landfill post closure care costs, and other post-employment benefits. Additional information on the county's long-term obligations can be found in the Notes to the Financial Statements.

Interest and fiscal charges totaled 4.1 percent of the total expenses for governmental activities.

### **Economic Factors and Next Year's Budgets and Rates**

The most recent unemployment rate for the county is 3.3 percent compared to the higher rate of six percent a year ago. The state's average unemployment rate is currently 2.9 percent and the national average is 3.9 percent. Economic trends in the region are consistent with national indices. All of these factors were considered in preparing the county's budget for the 2019 fiscal year. At the end of the 2018 fiscal year, unassigned fund balance in the General Fund was \$3.1 million. The county has budgeted to use \$2.9 million from this fund balance for fiscal year 2019. Included in the \$2.9 million is \$1.7 million of potential fallout (unspent budget).

### **Request for Information**

This financial report is designed to provide a general overview of the county's finances for all those with an interest in the government's finances. For questions concerning any of the information provided in this report, please contact the Accounting and Budgeting Office at 200 East Race Street, Suite 1, Kingston, Tennessee 37763.

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# BASIC FINANCIAL STATEMENTS

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Exhibit A

Roane County, Tennessee  
Statement of Net Position  
June 30, 2018

	Primary Government			Component Unit
	Governmental	Business-type	Total	Roane
	Activities	Activities		County School Department
<u>ASSETS</u>				
Cash	\$ 36,498	\$ 3,942	\$ 40,440	\$ 92,352
Equity in Pooled Cash and Investments	19,804,945	1,414,247	21,219,192	7,340,015
Accounts Receivable	1,386,001	32,719	1,418,720	55,067
Allowance for Uncollectibles	(466,103)	(20,799)	(486,902)	0
Due from Primary Government	0	0	0	2,364
Due from Component Unit	49	0	49	0
Due from Other Governments	1,180,058	0	1,180,058	2,384,464
Property Taxes Receivable	16,332,767	0	16,332,767	16,216,101
Allowance for Uncollectible Property Taxes	(578,877)	0	(578,877)	(574,761)
Prepaid Items	3,662	21,699	25,361	46,083
Net Pension Asset - Agent Plan (Legacy)	1,975,828	41,687	2,017,515	1,576,206
Net Pension Asset - Agent Plan (Hybrid)	55,850	1,030	56,880	24,832
Net Pension Asset - Teacher Legacy Plan	0	0	0	225,523
Net Pension Asset - Teacher Retirement Plan	0	0	0	124,261
Capital Assets:				
Assets Not Depreciated:				
Land	5,024,292	5,000	5,029,292	1,338,172
Construction in Progress	10,010	0	10,010	608,665
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	11,609,591	261,919	11,871,510	61,777,953
Other Capital Assets	3,366,913	254,704	3,621,617	2,767,510
Infrastructure - Roads, Streets, and Bridges	21,319,993	5,949,660	27,269,653	0
Total Assets	\$ 81,061,477	\$ 7,965,808	\$ 89,027,285	\$ 94,004,807

(Continued)

Exhibit A

Roane County, Tennessee  
Statement of Net Position (Cont.)

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Roane County School Department
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Pension Changes in Experience	\$ 38,988	\$ 719	\$ 39,707	\$ 157,651
Pension Changes in Assumptions	585,936	12,352	598,288	2,387,126
Pension Changes in Investment Earnings	1,936	41	1,977	35,779
Pension Contributions after Measurement Date	579,329	12,822	592,151	2,722,957
Pension Other Deferrals	0	0	0	39,695
OPEB Contributions After Measurement Date	122,583	0	122,583	535,153
Total Deferred Outflows of Resources	<u>\$ 1,328,772</u>	<u>\$ 25,934</u>	<u>\$ 1,354,706</u>	<u>\$ 5,878,361</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 420,695	\$ 10,927	\$ 431,622	\$ 224,001
Contracts Payable	120,105	0	120,105	0
Accrued Payroll	216,165	4,823	220,988	90,527
Accrued Interest Payable	173,159	0	173,159	0
Payroll Deductions Payable	177,211	5,808	183,019	0
Due To Primary Government	0	0	0	49
Due To Component Units	2,364	0	2,364	0
Claims and Judgments Payable	707,434	0	707,434	0
Due to State of Tennessee	12,752	0	12,752	0
Other Current Liabilities	0	0	0	68,603
Noncurrent Liabilities:				
Due Within One Year	4,421,700	205,477	4,627,177	171,155
Due in More Than One Year	28,967,961	4,254,087	33,222,048	8,718,195
Total Liabilities	<u>\$ 35,219,546</u>	<u>\$ 4,481,122</u>	<u>\$ 39,700,668</u>	<u>\$ 9,272,530</u>

(Continued)

Exhibit A

Roane County, Tennessee  
Statement of Net Position (Cont.)

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities		Roane County School Department
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 15,365,693	\$ 0	\$ 15,365,693	\$ 15,255,890
Pension Changes in Experience	632,418	13,327	645,745	5,167,671
Pension Changes in Investment Earnings	2,708	50	2,758	7,890
Deferred Difference on Refunding	287,871	0	287,871	0
Pension Other Deferrals	0	0	0	180,854
OPEB Changes in Assumptions	200,542	3,054	203,596	342,797
Total Deferred Inflows of Resources	<u>\$ 16,489,232</u>	<u>\$ 16,431</u>	<u>\$ 16,505,663</u>	<u>\$ 20,955,102</u>
<u>NET POSITION</u>				
Net Investment in Capital Assets	\$ 23,059,004	\$ 2,075,989	\$ 25,134,993	\$ 66,492,300
Restricted for:				
General	76,656	0	76,656	0
Administration of Justice	78,517	0	78,517	0
Public Safety	426,026	0	426,026	0
Public Health and Welfare	2,480,747	0	2,480,747	0
Highways	2,389,178	0	2,389,178	0
Debt Service	3,034,294	0	3,034,294	0
Capital Projects	3,358,511	0	3,358,511	782,242
Education	324,819	0	324,819	1,317,132
Pensions	2,031,678	42,717	2,074,395	1,950,822
Unrestricted	<u>(6,577,959)</u>	<u>1,375,483</u>	<u>(5,202,476)</u>	<u>(886,960)</u>
Total Net Position	<u>\$ 30,681,471</u>	<u>\$ 3,494,189</u>	<u>\$ 34,175,660</u>	<u>\$ 69,655,536</u>

The notes to the financial statements are an integral part of this statement.

Exhibit B

Roane County, Tennessee  
Statement of Activities  
For the Year Ended June 30, 2018

Functions/Programs	Net (Expense) Revenue and Changes in Net Position							Component Unit
	Expenses	Program Revenues			Primary Government			Roane
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	County School Department
Primary Government:								
Governmental Activities:								
General Government	\$ 4,949,065	\$ 830,169	\$ 280,470	\$ 326,458	\$ (3,511,968)	\$ 0	\$ (3,511,968)	\$ 0
Finance	2,253,223	1,401,397	0	0	(851,826)	0	(851,826)	0
Administration of Justice	2,196,067	1,089,078	170,413	0	(936,576)	0	(936,576)	0
Public Safety	8,071,951	1,194,740	222,238	0	(6,654,973)	0	(6,654,973)	0
Public Health and Welfare	5,034,732	2,425,619	244,538	36,982	(2,327,593)	0	(2,327,593)	0
Social, Cultural, and Recreational Services	1,003,038	232,943	11,577	219,412	(539,106)	0	(539,106)	0
Agriculture and Natural Resources	163,778	0	10,179	0	(153,599)	0	(153,599)	0
Highways	4,062,292	0	2,872,915	395,926	(793,451)	0	(793,451)	0
Education	632,217	708,835	98,316	0	174,934	0	174,934	0
Interest on Long-term Debt	1,244,189	0	0	0	(1,244,189)	0	(1,244,189)	0
Total Governmental Activities	\$ 29,610,552	\$ 7,882,781	\$ 3,910,646	\$ 978,778	\$ (16,838,347)	\$ 0	\$ (16,838,347)	\$ 0
Business-type Activities:								
Public Utility	\$ 1,090,282	\$ 1,009,969	\$ 0	\$ 0	\$ 0	\$ (80,313)	\$ (80,313)	\$ 0
Total Business-type Activities	\$ 1,090,282	\$ 1,009,969	\$ 0	\$ 0	\$ 0	\$ (80,313)	\$ (80,313)	\$ 0
Total Primary Government	\$ 30,700,834	\$ 8,892,750	\$ 3,910,646	\$ 978,778	\$ (16,838,347)	\$ (80,313)	\$ (16,918,660)	\$ 0
Component Unit:								
Roane County School Department	\$ 63,963,971	\$ 1,010,253	\$ 6,061,166	\$ 133,244	\$ 0	\$ 0	\$ 0	\$ (56,759,308)
Total Component Unit	\$ 63,963,971	\$ 1,010,253	\$ 6,061,166	\$ 133,244	\$ 0	\$ 0	\$ 0	\$ (56,759,308)

(Continued)

Exhibit B

Roane County, Tennessee  
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	Roane County School Department
					Governmental Activities	Business-type Activities		
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes					\$ 8,964,723	\$ 0	\$ 8,964,723	\$ 15,823,751
Property Taxes Levied for Highways					1,269,502	0	1,269,502	0
Property Taxes Levied for Debt Service					3,521,186	0	3,521,186	0
Property Taxes Levied for Other Purposes					1,613,588	0	1,613,588	0
Local Option Sales Taxes					978,820	0	978,820	6,925,683
Other Local Taxes:								
Litigation Tax					595,918	0	595,918	0
Business Tax					634,410	0	634,410	0
Wholesale Beer Tax					178,605	0	178,605	0
Other Local Taxes					229,872	0	229,872	12,136
Grants and Contributions Not Restricted to Specific Programs					3,020,389	0	3,020,389	33,820,696
Unrestricted Investment Income					249,148	0	249,148	137,077
Miscellaneous					186,540	0	186,540	83,823
Sale of Equipment					78,529	0	78,529	0
Total General Revenues					\$ 21,521,230	\$ 0	\$ 21,521,230	\$ 56,803,166
Change in Net Position								
Restatement - See Note I.D.10.					4,682,883	(80,313)	4,602,570	43,858
Net Position, July 1, 2017					250,255	(60,104)	190,151	(445,265)
					25,748,333	3,634,606	29,382,939	70,056,943
Net Position, June 30, 2018								
					\$ 30,681,471	\$ 3,494,189	\$ 34,175,660	\$ 69,655,536

The notes to the financial statements are an integral part of this statement.

Exhibit C-1

Roane County, Tennessee  
Balance Sheet  
Governmental Funds  
June 30, 2018

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Rural Debt Service	Other Govern- mental Funds	
<u>ASSETS</u>						
Cash	\$ 25,022	\$ 1,571	\$ 0	\$ 0	\$ 9,905	\$ 36,498
Equity in Pooled Cash and Investments	7,498,948	2,115,222	2,145,080	589,444	5,851,611	18,200,305
Accounts Receivable	219,417	0	48,070	0	1,103,157	1,370,644
Allowance for Uncollectibles	0	0	0	0	(466,103)	(466,103)
Due from Other Governments	435,660	442,566	0	0	301,832	1,180,058
Due from Other Funds	15,969	0	0	0	3,420	19,389
Due from Component Units	0	0	0	0	49	49
Property Taxes Receivable	9,284,367	1,316,932	1,909,551	1,909,551	1,912,366	16,332,767
Allowance for Uncollectible Property Taxes	(329,074)	(46,677)	(67,682)	(67,682)	(67,762)	(578,877)
Prepaid Items	3,662	0	0	0	0	3,662
Total Assets	\$ 17,153,971	\$ 3,829,614	\$ 4,035,019	\$ 2,431,313	\$ 8,648,475	\$ 36,098,392
<u>LIABILITIES</u>						
Accounts Payable	\$ 178,026	\$ 165,611	\$ 2,098	\$ 0	\$ 71,350	\$ 417,085
Accrued Payroll	155,485	17,563	0	0	43,117	216,165
Payroll Deductions Payable	122,704	18,310	0	0	36,197	177,211
Contracts Payable	0	0	0	0	120,105	120,105
Due to Other Funds	1,050	0	0	0	8,884	9,934
Due to Component Units	0	0	0	0	2,364	2,364
Due to State of Tennessee	12,752	0	0	0	0	12,752
Total Liabilities	\$ 470,017	\$ 201,484	\$ 2,098	\$ 0	\$ 282,017	\$ 955,616

(Continued)

Exhibit C-1

Roane County, Tennessee  
Balance Sheet  
Governmental Funds (Cont.)

	Major Funds				Nonmajor	Total
	General	Highway / Public Works	General Debt Service	Rural Debt Service	Other Govern- mental Funds	
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>						
Deferred Current Property Taxes	\$ 8,734,607	\$ 1,238,952	\$ 1,796,480	\$ 1,796,480	\$ 1,799,174	\$ 15,365,693
Deferred Delinquent Property Taxes	202,122	28,670	41,570	41,898	41,872	356,132
Other Deferred/Unavailable Revenue	143,494	213,773	0	0	504,596	861,863
<b>Total Deferred Inflows of Resources</b>	<b>\$ 9,080,223</b>	<b>\$ 1,481,395</b>	<b>\$ 1,838,050</b>	<b>\$ 1,838,378</b>	<b>\$ 2,345,642</b>	<b>\$ 16,583,688</b>
<b><u>FUND BALANCES</u></b>						
Nonspendable:						
Prepaid Items	\$ 3,662	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,662
Restricted:						
Restricted for General Government	76,656	0	0	0	0	76,656
Restricted for Administration of Justice	78,517	0	0	0	0	78,517
Restricted for Public Safety	45,751	0	0	0	537,371	583,122
Restricted for Public Health and Welfare	0	0	0	0	1,808,842	1,808,842
Restricted for Highways/Public Works	0	2,146,735	0	0	0	2,146,735
Restricted for Capital Outlay	0	0	0	0	3,344,176	3,344,176
Restricted for Debt Service	0	0	2,194,871	592,935	330,427	3,118,233
Committed:						
Committed for General Government	1,333,000	0	0	0	0	1,333,000
Committed for Social, Cultural, and Recreational Services	125,359	0	0	0	0	125,359
Assigned:						
Assigned for General Government	2,854,167	0	0	0	0	2,854,167
Unassigned	3,086,619	0	0	0	0	3,086,619
<b>Total Fund Balances</b>	<b>\$ 7,603,731</b>	<b>\$ 2,146,735</b>	<b>\$ 2,194,871</b>	<b>\$ 592,935</b>	<b>\$ 6,020,816</b>	<b>\$ 18,559,088</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 17,153,971</b>	<b>\$ 3,829,614</b>	<b>\$ 4,035,019</b>	<b>\$ 2,431,313</b>	<b>\$ 8,648,475</b>	<b>\$ 36,098,392</b>

The notes to the financial statements are an integral part of this statement.

Exhibit C-2

Roane County, Tennessee  
Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Position  
June 30, 2018

Amounts reported for governmental activities in the statement of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 18,559,088
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 5,024,292	
Add: construction in progress	10,010	
Add: infrastructure net of accumulated depreciation	21,319,993	
Add: building and improvements net of accumulated depreciation	11,609,591	
Add: other capital assets net of accumulated depreciation	<u>3,366,913</u>	41,330,799
(2) Internal service funds are used by management to charge the cost of workers' compensation and employee dental benefits to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		899,498
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (26,660,000)	
Less: other loans payable	(1,147,265)	
Less: deferred amount on refunding	(287,871)	
Less: unamortized premium on debt	(859,223)	
Less: compensated absences payable	(457,494)	
Less: landfill closure/postclosure care costs	(45,286)	
Less: net OPEB liability	(4,220,393)	
Less: accrued interest on bonds and other loans payable	<u>(173,159)</u>	(33,850,691)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of expense in future years:		
Add: deferred outflows of resources related to pensions	\$ 1,206,189	
Less: deferred inflows of resources related to pensions	(635,126)	
Add: deferred outflows of resources related to OPEB	122,583	
Less: deferred inflows of resources related to OPEB	<u>(200,542)</u>	493,104
(5) Net pension assets are not current financial resources and therefore are not reported in the governmental funds:		
Add: net pension assets of the Agent Plan (Legacy)	\$ 1,975,828	
Add: net pension assets of the Agent Plan (Hybrid)	<u>55,850</u>	2,031,678
(6) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,217,995</u>
Net position of governmental activities (Exhibit A)		<u>\$ 30,681,471</u>

The notes to the financial statements are an integral part of this statement.

Exhibit C-3

Roane County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2018

	Major Funds				Nonmajor	Total
	General	Highway / Public Works	General Debt Service	Rural Debt Service	Other Govern- mental Funds	
<b>Revenues</b>						
Local Taxes	\$ 10,836,716	\$ 1,410,759	\$ 3,074,610	\$ 1,463,275	\$ 2,820,795	\$ 19,606,155
Licenses and Permits	542,745	0	0	0	0	542,745
Fines, Forfeitures, and Penalties	157,343	0	0	0	36,634	193,977
Charges for Current Services	614,472	3,650	0	0	2,661,018	3,279,140
Other Local Revenues	186,006	82,915	231,980	11,270	553,933	1,066,104
Fees Received From County Officials	2,533,116	0	0	0	0	2,533,116
State of Tennessee	1,998,548	2,768,514	0	0	990,191	5,757,253
Federal Government	352,168	380,741	0	0	3,832	736,741
Other Governments and Citizens Groups	0	12,250	98,316	0	0	110,566
<b>Total Revenues</b>	<b>\$ 17,221,114</b>	<b>\$ 4,658,829</b>	<b>\$ 3,404,906</b>	<b>\$ 1,474,545</b>	<b>\$ 7,066,403</b>	<b>\$ 33,825,797</b>
<b>Expenditures</b>						
<b>Current:</b>						
General Government	\$ 2,498,796	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,498,796
Finance	2,097,556	0	0	0	363	2,097,919
Administration of Justice	2,224,873	0	0	0	0	2,224,873
Public Safety	7,315,461	0	0	0	460,261	7,775,722
Public Health and Welfare	501,420	0	0	0	4,437,612	4,939,032
Social, Cultural, and Recreational Services	456,292	0	0	0	0	456,292
Agriculture and Natural Resources	140,986	0	0	0	0	140,986
Other Operations	1,155,081	0	0	0	0	1,155,081
Highways	0	3,476,365	0	0	0	3,476,365
<b>Debt Service:</b>						
Principal on Debt	0	0	2,338,316	1,550,000	280,000	4,168,316
Interest on Debt	0	0	749,095	177,477	35,670	962,242
Other Debt Service	0	0	196,199	113,428	6,005	315,632

(Continued)

Exhibit C-3

Roane County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Rural Debt Service	Other Govern- mental Funds	
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,574,706	\$ 2,574,706
Total Expenditures	\$ 16,390,465	\$ 3,476,365	\$ 3,283,610	\$ 1,840,905	\$ 7,794,617	\$ 32,785,962
<u>Excess (Deficiency) of Revenues Over Expenditures</u>						
	\$ 830,649	\$ 1,182,464	\$ 121,296	\$ (366,360)	\$ (728,214)	\$ 1,039,835
<u>Other Financing Sources (Uses)</u>						
Refunding Debt Issued	\$ 0	\$ 0	\$ 8,805,000	\$ 6,450,000	\$ 0	\$ 15,255,000
Premiums on Debt Sold	0	0	874,438	0	0	874,438
Proceeds from Sale of Capital Assets	213	0	0	0	78,316	78,529
Insurance Recovery	7,263	22,954	0	0	0	30,217
Transfers In	0	0	116,894	0	1,244,090	1,360,984
Transfers Out	(450,000)	(666,894)	0	0	(244,090)	(1,360,984)
Payments to Refunded Debt Escrow Agent	0	0	(9,661,346)	(6,450,000)	0	(16,111,346)
Total Other Financing Sources (Uses)	\$ (442,524)	\$ (643,940)	\$ 134,986	\$ 0	\$ 1,078,316	\$ 126,838
<u>Net Change in Fund Balances</u>						
Fund Balance, July 1, 2017	\$ 7,215,606	\$ 1,608,211	\$ 1,938,589	\$ 959,295	\$ 5,670,714	\$ 17,392,415
Fund Balance, June 30, 2018	\$ 7,603,731	\$ 2,146,735	\$ 2,194,871	\$ 592,935	\$ 6,020,816	\$ 18,559,088

The notes to the financial statements are an integral part of this statement.

Exhibit C-4

Roane County, Tennessee  
Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Statement of Activities  
For the Year Ended June 30, 2018

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ 1,166,673
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 2,225,287	
Less: current-year depreciation expense	<u>(3,059,966)</u>	(834,679)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.		
Less: book value of assets disposed		(45,606)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2018	\$ 1,217,995	
Less: deferred delinquent property taxes and other deferred June 30, 2017	<u>(1,582,896)</u>	(364,901)
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:		
Less: change in premium on debt issuances	\$ (415,913)	
Add: principal payments on bonds	4,070,000	
Add: principal payments on other loans	98,316	
Add: principal amount of bonds refunded	16,145,000	
Less: bond proceeds	(15,255,000)	
Less: change in deferred amount on refunding debt	<u>(367,249)</u>	4,275,154
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ (91,245)	
Change in net OPEB liability (net of restatement)	(165,468)	
Change in compensated absences payable	16,394	
Change in net pension asset - agent legacy plan	907,128	
Change in net pension asset - agent hybrid plan	42,832	
Change in deferred outflows related to pensions	(479,447)	
Change in deferred inflows related to pensions	16,459	
Change in deferred outflows related to OPEB (net of restatement)	14,403	
Change in deferred inflows related to OPEB	(200,542)	
Change in landfill closure/postclosure care cost	<u>30,411</u>	90,925
(6) Internal service funds are used by management to charge the cost of workers' compensation and dental benefits to individual funds. The net revenue (expense) of certain activities of the internal service funds is reported with governmental activities in the statement of activities.		<u>395,317</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 4,682,883</u>

The notes to the financial statements are an integral part of this statement.

Exhibit C-5

Roane County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund  
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 10,836,716	\$ 0	\$ 0	\$ 10,836,716	\$ 10,737,150	\$ 10,706,274	\$ 130,442
Licenses and Permits	542,745	0	0	542,745	563,500	530,500	12,245
Fines, Forfeitures, and Penalties	157,343	0	0	157,343	155,470	153,070	4,273
Charges for Current Services	614,472	0	0	614,472	528,850	567,106	47,366
Other Local Revenues	186,006	0	0	186,006	70,500	92,543	93,463
Fees Received From County Officials	2,533,116	0	0	2,533,116	2,581,300	2,583,631	(50,515)
State of Tennessee	1,998,548	0	0	1,998,548	2,287,842	1,978,035	20,513
Federal Government	352,168	0	0	352,168	145,667	396,375	(44,207)
Other Governments and Citizens Groups	0	0	0	0	500	500	(500)
<b>Total Revenues</b>	<b>\$ 17,221,114</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 17,221,114</b>	<b>\$ 17,070,779</b>	<b>\$ 17,008,034</b>	<b>\$ 213,080</b>
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 119,885	\$ 0	\$ 0	\$ 119,885	\$ 143,297	\$ 143,297	\$ 23,412
Board of Equalization	8,380	0	0	8,380	11,400	11,400	3,020
Beer Board	828	0	0	828	5,620	5,620	4,792
Budget and Finance Committee	8,728	0	0	8,728	12,525	12,525	3,797
Other Boards and Committees	34,183	0	0	34,183	42,830	42,830	8,647
County Mayor/Executive	267,998	0	0	267,998	286,714	286,714	18,716
County Attorney	120,479	0	0	120,479	122,390	123,890	3,411
Election Commission	245,160	0	1,147	246,307	326,298	326,298	79,991
Register of Deeds	284,964	0	70	285,034	327,632	327,632	42,598
Planning	145,004	0	520	145,524	214,809	214,809	69,285
Codes Compliance	297,758	(1,040)	0	296,718	343,086	343,086	46,368
County Buildings	468,295	(16,032)	6,884	459,147	517,534	517,534	58,387
Other General Administration	26,026	0	0	26,026	36,500	36,500	10,474
Preservation of Records	106,402	0	0	106,402	120,566	120,666	14,264
Risk Management	364,706	(1,206)	1,206	364,706	489,166	489,066	124,360
<u>Finance</u>							
Accounting and Budgeting	477,896	0	0	477,896	482,105	486,055	8,159

(Continued)

Exhibit C-5

Roane County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Purchasing	\$ 183,923	\$ 0	\$ 0	\$ 183,923	\$ 190,986	\$ 190,986	\$ 7,063
Property Assessor's Office	448,670	(6,808)	0	441,862	586,435	583,673	141,811
Reappraisal Program	117,905	0	0	117,905	158,606	161,368	43,463
County Trustee's Office	302,142	(1,096)	0	301,046	319,069	319,069	18,023
County Clerk's Office	567,020	(2,557)	2,700	567,163	643,126	643,126	75,963
<u>Administration of Justice</u>							
Circuit Court	250,542	0	0	250,542	275,296	275,296	24,754
General Sessions Court	446,940	0	0	446,940	515,991	515,991	69,051
General Sessions Judge	578,078	0	0	578,078	596,012	596,012	17,934
Drug Court	178,318	0	0	178,318	178,667	178,667	349
Chancery Court	346,227	0	0	346,227	355,958	359,358	13,131
Juvenile Court	414,513	0	291	414,804	443,304	443,304	28,500
Other Administration of Justice	10,255	0	0	10,255	55,100	55,100	44,845
<u>Public Safety</u>							
Sheriff's Department	3,311,008	(50,400)	3,715	3,264,323	3,697,653	3,719,293	454,970
Jail	3,185,362	(13,221)	0	3,172,141	3,244,221	3,451,171	279,030
Civil Defense	325,205	0	3,141	328,346	424,407	440,502	112,156
Other Emergency Management	406,292	0	0	406,292	430,362	406,362	70
County Coroner/Medical Examiner	87,594	0	0	87,594	71,000	90,513	2,919
<u>Public Health and Welfare</u>							
Local Health Center	135,240	0	350	135,590	181,382	181,382	45,792
Other Local Health Services	187,396	0	0	187,396	553,688	371,688	184,292
Appropriation to State	51,914	0	0	51,914	52,781	52,781	867
Other Local Welfare Services	126,870	0	0	126,870	120,000	127,870	1,000
<u>Social, Cultural, and Recreational Services</u>							
Libraries	10,000	0	0	10,000	15,800	15,800	5,800
Parks and Fair Boards	446,292	0	0	446,292	528,638	539,828	93,536
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	88,994	0	0	88,994	93,016	93,016	4,022

(Continued)

Exhibit C-5

Roane County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Agriculture and Natural Resources (Cont.)</u>							
Soil Conservation	\$ 51,992	\$ 0	\$ 0	\$ 51,992	\$ 58,436	\$ 59,036	\$ 7,044
<u>Other Operations</u>							
Industrial Development	580,716	0	0	580,716	614,110	614,110	33,394
Veterans' Services	52,343	0	0	52,343	56,753	57,253	4,910
Employee Benefits	49,427	0	0	49,427	64,000	64,000	14,573
Miscellaneous	472,595	0	1,030	473,625	486,825	501,722	28,097
Total Expenditures	\$ 16,390,465	\$ (92,360)	\$ 21,054	\$ 16,319,159	\$ 18,494,094	\$ 18,596,199	\$ 2,277,040
Excess (Deficiency) of Revenues Over Expenditures	\$ 830,649	\$ 92,360	\$ (21,054)	\$ 901,955	\$ (1,423,315)	\$ (1,588,165)	\$ 2,490,120
<u>Other Financing Sources (Uses)</u>							
Proceeds from Sale of Capital Assets	\$ 213	\$ 0	\$ 0	\$ 213	\$ 0	\$ 213	\$ 0
Insurance Recovery	7,263	0	0	7,263	0	1,000	6,263
Transfers Out	(450,000)	0	0	(450,000)	(450,000)	(450,000)	0
Total Other Financing Sources	\$ (442,524)	\$ 0	\$ 0	\$ (442,524)	\$ (450,000)	\$ (448,787)	\$ 6,263
Net Change in Fund Balance	\$ 388,125	\$ 92,360	\$ (21,054)	\$ 459,431	\$ (1,873,315)	\$ (2,036,952)	\$ 2,496,383
Fund Balance, July 1, 2017	7,215,606	(92,360)	0	7,123,246	6,954,281	6,954,281	168,965
Fund Balance, June 30, 2018	\$ 7,603,731	\$ 0	\$ (21,054)	\$ 7,582,677	\$ 5,080,966	\$ 4,917,329	\$ 2,665,348

The notes to the financial statements are an integral part of this statement.

Exhibit C-6

Roane County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Highway/Public Works Fund  
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,410,759	\$ 0	\$ 1,410,759	\$ 1,316,000	\$ 1,396,000	\$ 14,759
Charges for Current Services	3,650	0	3,650	0	4,000	(350)
Other Local Revenues	82,915	0	82,915	36,000	94,000	(11,085)
State of Tennessee	2,768,514	0	2,768,514	2,201,400	2,939,528	(171,014)
Federal Government	380,741	0	380,741	0	380,741	0
Other Governments and Citizens Groups	12,250	0	12,250	3,000	3,000	9,250
<b>Total Revenues</b>	<b>\$ 4,658,829</b>	<b>\$ 0</b>	<b>\$ 4,658,829</b>	<b>\$ 3,556,400</b>	<b>\$ 4,817,269</b>	<b>\$ (158,440)</b>
<u>Expenditures</u>						
<u>Highways</u>						
Administration	\$ 295,428	\$ 0	\$ 295,428	\$ 332,992	\$ 333,092	\$ 37,664
Highway and Bridge Maintenance	2,333,776	(119,803)	2,213,973	2,457,625	3,548,734	1,334,761
Operation and Maintenance of Equipment	501,791	(1,201)	500,590	617,284	632,284	131,694
Traffic Control	55,772	(990)	54,782	67,755	67,815	13,033
Litter and Trash Collection	38,761	0	38,761	52,761	61,361	22,600
Other Charges	171,870	0	171,870	172,175	187,975	16,105
Employee Benefits	75,829	0	75,829	89,420	89,420	13,591
Capital Outlay	3,138	0	3,138	0	3,200	62
<b>Total Expenditures</b>	<b>\$ 3,476,365</b>	<b>\$ (121,994)</b>	<b>\$ 3,354,371</b>	<b>\$ 3,790,012</b>	<b>\$ 4,923,881</b>	<b>\$ 1,569,510</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>\$ 1,182,464</b>	<b>\$ 121,994</b>	<b>\$ 1,304,458</b>	<b>\$ (233,612)</b>	<b>\$ (106,612)</b>	<b>\$ 1,411,070</b>
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 22,954	\$ 0	\$ 22,954	\$ 0	\$ 23,000	\$ (46)
Transfers Out	(666,894)	0	(666,894)	(516,894)	(666,894)	0
<b>Total Other Financing Sources</b>	<b>\$ (643,940)</b>	<b>\$ 0</b>	<b>\$ (643,940)</b>	<b>\$ (516,894)</b>	<b>\$ (643,894)</b>	<b>\$ (46)</b>

(Continued)

Exhibit C-6

Roane County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Highway/Public Works Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Net Change in Fund Balance	\$ 538,524	\$ 121,994	\$ 660,518	\$ (750,506)	\$ (750,506)	\$ 1,411,024
Fund Balance, July 1, 2017	1,608,211	(121,994)	1,486,217	1,485,284	1,485,284	933
Fund Balance, June 30, 2018	\$ 2,146,735	\$ 0	\$ 2,146,735	\$ 734,778	\$ 734,778	\$ 1,411,957

The notes to the financial statements are an integral part of this statement.

## Exhibit D-1

Roane County, Tennessee  
Statement of Net Position  
Proprietary Funds  
June 30, 2018

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 3,942	\$ 0
Equity in Pooled Cash and Investments	1,414,247	1,604,640
Accounts Receivable	32,719	5,902
Allowance for Uncollectibles	(20,799)	0
Prepaid Items	21,699	0
Total Current Assets	<u>\$ 1,451,808</u>	<u>\$ 1,610,542</u>
Noncurrent Assets:		
Net Pension Asset - Agent Plan (Legacy)	\$ 41,687	\$ 0
Net Pension Asset - Agent Plan (Hybrid)	1,030	0
Capital Assets:		
Assets Not Depreciated:		
Land	5,000	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	261,919	0
Infrastructure	5,949,660	0
Machinery and Equipment	254,704	0
Total Noncurrent Assets	<u>\$ 6,514,000</u>	<u>\$ 0</u>
Total Assets	<u>\$ 7,965,808</u>	<u>\$ 1,610,542</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Outflows of Resources:		
Pension Changes in Experience	\$ 719	\$ 0
Pension Changes in Assumptions	12,352	0
Pension Changes in Investment Earnings	41	0
Pension Contributions After Measurement Date	12,822	0
Total Deferred Outflows of Resources	<u>\$ 25,934</u>	<u>\$ 0</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 7,991,742</u>	<u>\$ 1,610,542</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 10,927	\$ 3,610
Accrued Payroll	4,823	0
Payroll Deductions Payable	5,808	0
Claims and Judgments Payable	0	707,434
General Obligation Bonds Payable	12,853	0
Other Loans Payable	192,624	0
Total Current Liabilities	<u>\$ 227,035</u>	<u>\$ 711,044</u>

(Continued)

Roane County, Tennessee  
Statement of Net Position  
Proprietary Funds (Cont.)

	Business-type Activities - Major <u>Enterprise Fund</u>	<u>Governmental Activities</u>
	Public Utility <u>Fund</u>	<u>Internal Service Funds</u>
<u>LIABILITIES (Cont.)</u>		
Noncurrent Liabilities:		
General Obligation Bonds Payable - Long-term	\$ 466,310	\$ 0
Other Loans Payable - Long-term	3,723,507	0
Other Postemployment Benefits Payable	64,270	0
Total Noncurrent Liabilities	<u>\$ 4,254,087</u>	<u>\$ 0</u>
Total Liabilities	<u>\$ 4,481,122</u>	<u>\$ 711,044</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Inflows of Resources:		
Pension Changes in Experience	\$ 13,327	\$ 0
Pension Changes in Investment Earnings	50	0
OPEB Changes in Assumptions	3,054	0
Total Deferred Inflows of Resources	<u>\$ 16,431</u>	<u>\$ 0</u>
<u>NET POSITION</u>		
Restricted for Education	\$ 0	\$ 324,819
Restricted for Pensions	42,717	0
Unrestricted	1,375,483	574,679
Net Investment in Capital Assets	<u>2,075,989</u>	<u>0</u>
Total Net Position	<u>\$ 3,494,189</u>	<u>\$ 899,498</u>

The notes to the financial statements are an integral part of this statement.

Exhibit D-2

Roane County, Tennessee  
Statement of Revenues, Expenses, and  
Changes in Net Position  
Proprietary Funds  
For the Year Ended June 30, 2018

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
<u>Operating Revenues</u>		
Charges for Services	\$ 1,009,969	\$ 1,276,134
Total Operating Revenues	<u>\$ 1,009,969</u>	<u>\$ 1,276,134</u>
<u>Operating Expenses</u>		
Salaries and Benefits	\$ 336,736	\$ 10,569
Handling Charges and Administration	0	48,209
Advertising	0	0
Communication	2,638	0
Dues and Memberships	850	0
Engineering Services	1,744	0
Legal Services	20,380	0
Licenses	1,454	0
Maintenance Agreements	5,903	0
Maintenance and Repair Services	33,763	0
Postal Charges	2,694	0
Printing, Stationery, and Forms	780	0
Rentals	41	0
Travel	1,244	1,842
Disposal Fees	11,802	0
Permits	3,460	0
Crushed Stone	391	0
Custodial Supplies	760	0
Diesel Fuel	1,718	0
Electricity	55,429	0
Food Supplies	1,085	0
Gasoline	8,650	0
Office Supplies	1,485	0
Tires and Tubes	1,045	0
Uniforms	1,881	0
Water and Sewer	16,816	0
Testing	12,206	0
Chemicals	24,932	0

(Continued)

Exhibit D-2

Roane County, Tennessee  
Statement of Revenues, Expenses, and  
Changes in Net Position  
Proprietary Funds (Cont.)

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
	<hr/>	<hr/>
<u>Operating Expenses (Cont.)</u>		
Building and Contents Insurance	\$ 6,602	\$ 0
Liability Insurance	9,550	0
Medical Claims	0	695,036
Trustee's Commission	10,149	0
Vehicle and Equipment Insurance	9,154	0
Workers' Compensation Insurance	5,520	140,119
Depreciation	392,387	0
In Service/Staff Development	60	0
Other Charges	3,550	0
Other Capital Outlay	4,742	0
Total Operating Expenses	<hr/> \$ 991,601	<hr/> \$ 895,775
Operating Income (Loss)	<hr/> \$ 18,368	<hr/> \$ 380,359
<u>Nonoperating Revenues (Expenses)</u>		
Investment Income	\$ 0	\$ 14,958
Interest on Bonds	(26,407)	0
Interest on Other Loans	(71,136)	0
Other Debt Service (Fees on Other Loan)	(1,138)	0
Total Nonoperating Revenue (Expenses)	<hr/> \$ (98,681)	<hr/> \$ 14,958
Income (Loss)	<hr/> \$ (80,313)	<hr/> \$ 395,317
Change in Net Position	\$ (80,313)	\$ 395,317
Restatement - See Note I.D.10.	(60,104)	0
Net Position July 1, 2017	<hr/> 3,634,606	<hr/> 504,181
Net Position, June 30, 2018	<hr/> <hr/> \$ 3,494,189	<hr/> <hr/> \$ 899,498

The notes to the financial statements are an integral part of this statement.

Exhibit D-3

Roane County, Tennessee  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2018

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
<u>Cash Flows from Operating Activities</u>		
Receipts from Customers and Users	\$ 1,014,271	\$ 0
Receipts from Self-Insurance Premiums	0	1,287,267
Payments to Vendors	(228,387)	0
Payments to Employees	(334,909)	(10,569)
Payments to Employees (Retirement Plan)	(15,382)	0
Payments to Insurers	(30,826)	(140,119)
Payments for Claims	0	(973,900)
Payments for Administrative Costs	0	(50,034)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 404,767</u>	<u>\$ 112,645</u>
<u>Cash Flows from Capital and Related Financing Activities</u>		
Acquisition and Construction of Capital Assets	\$ (11,900)	\$ 0
Principal Paid on Bonds	(117,258)	0
Principal Paid on Other Loans Payable	(189,252)	0
Interest Paid on Bonds	(26,407)	0
Interest Paid on Other Loans Payable	(71,136)	0
Other Debt Service on Other Loans Payable	(1,138)	0
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ (417,091)</u>	<u>\$ 0</u>
<u>Cash Flows from Investing Activities</u>		
Interest on Investments	<u>\$ 0</u>	<u>\$ 14,958</u>
Net Cash Provided By (Used In) Investing Activities	<u>\$ 0</u>	<u>\$ 14,958</u>
Increase (Decrease) in Cash	\$ (12,324)	\$ 127,603
Cash, July 1, 2017	<u>1,430,513</u>	<u>1,477,037</u>
Cash, June 30, 2018	<u>\$ 1,418,189</u>	<u>\$ 1,604,640</u>

(Continued)

Exhibit D-3

Roane County, Tennessee  
Statement of Cash Flows  
Proprietary Funds (Cont.)

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
	<hr/>	<hr/>
<u>Reconciliation of Net Operating Income (Loss)</u> <u>to Net Cash Provided By (Used In) Operating Activities</u>		
Operating Income (Loss)	\$ 18,368	\$ 380,359
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	392,387	0
Changes in Assets and Liabilities:		
(Increase) Decrease in Current Operating Receivables	4,302	11,133
(Increase) Decrease in Prepaid Items	276	0
Increase (Decrease) in Accounts Payable	(3,946)	0
Increase (Decrease) in Accrued Payroll	486	0
Increase (Decrease) in Due to Other Funds	(285)	0
Increase (Decrease) in Payroll Deductions Payable	1,341	0
Increase (Decrease) in Net OPEB Liability	2,520	0
(Increase) Decrease in Deferred Outflows Related to OPEB	1,646	0
Increase (Decrease) in Deferred Inflows Related to OPEB	3,054	0
(Increase) Decrease in Net Pension Asset	(23,299)	0
(Increase) Decrease in Deferred Outflows Related to Pensions	6,237	0
Increase (Decrease) in Deferred Inflows Related to Pensions	1,680	0
Increase (Decrease) in Other Current Operating Liabilities	0	(278,847)
	<hr/>	<hr/>
Net Cash Provided By (Used In) Operating Activities	<u>\$ 404,767</u>	<u>\$ 112,645</u>

The notes to the financial statements are an integral part of this statement.

Exhibit E-1

Roane County, Tennessee  
Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
June 30, 2018

	Private Purpose Trust Fund	
	<u>Endowment Fund</u>	<u>Agency Funds</u>
<u>ASSETS</u>		
Cash	\$ 20,291	\$ 1,761,564
Equity in Pooled Cash and Investments	0	610,043
Accounts Receivable	0	4,029
Due from Other Governments	0	1,278,670
Property Taxes Receivable	0	1,035,701
Allowance for Uncollectible Property Taxes	0	(36,709)
Prepaid Items	0	11,221
Notes Receivable - Long-term	0	452,967
	<u>0</u>	<u>452,967</u>
Total Assets	<u>\$ 20,291</u>	<u>\$ 5,117,486</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 0	\$ 1,228
Due to Other Funds	0	9,455
Due to Other Taxing Units	0	2,260,216
Due to Litigants, Heirs, and Others	0	1,792,939
Due to Joint Ventures	0	159,713
Other Current Liabilities	0	893,935
	<u>0</u>	<u>893,935</u>
Total Liabilities	<u>\$ 0</u>	<u>\$ 5,117,486</u>
<u>NET POSITION</u>		
Held in Trust for Scholarships	<u>\$ 20,291</u>	

The notes to the financial statements are an integral part of this statement.

Exhibit E-2

Roane County, Tennessee  
Statement of Changes in Fiduciary Net Position  
Fiduciary Fund  
For the Year Ended June 30, 2018

	Private Purpose Trust Fund <hr/> Endowment Fund <hr/>
<u>ADDITIONS</u>	
Investment Income:	
Interest	\$ 197
Total Additions	<hr/> \$ 197 <hr/>
Change in Net Position	\$ 197
Net Position, July 1, 2017	<hr/> 20,094 <hr/>
Net Position, June 30, 2018	<hr/> <hr/> \$ 20,291 <hr/> <hr/>

The notes to the financial statements are an integral part of this statement.

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**ROANE COUNTY, TENNESSEE**  
**Index of Notes to Financial Statements**

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**ROANE COUNTY, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2018**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Roane County's financial statements are presented in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments.

The following are the more significant accounting policies of Roane County:

**A. Reporting Entity**

Roane County is a public municipal corporation governed by an elected 15-member board. As required by GAAP, these financial statements present Roane County (the primary government) and its component units. The financial statements of the Industrial Development Board of Roane County and the Roane County Emergency Communications District, component units requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of their omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

**Discretely Presented Component Units** – The following entities meet the criteria for discretely presented component units of the county. They are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the county.

The Roane County School Department operates the public school system in the county, and the voters of Roane County elect its board. The School Department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the county commission's approval. The School Department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Industrial Development Board of Roane County was organized to promote industrial development and provide additional job opportunities in Roane County and the surrounding counties in accordance with Title 7, Chapter 53, of *Tennessee Code Annotated*. The Industrial Development Board of Roane County is governed by a nine-member board of directors appointed by the Roane County Commission. During the year, Roane County provided \$402,250 to the Industrial Development Board to be applied toward operations of the board. The financial statements of the Industrial Development Board of Roane County were not material to the component units' opinion unit and therefore have been omitted from this report.

The Roane County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Roane County, and the Roane County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the County Commission's approval. The financial statements of the Roane County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Roane County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the School Department are included in this report as listed in the table of contents. Complete financial statements of the Industrial Development Board of Roane County and the Roane County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Industrial Development Board of Roane County  
1209 North Kentucky Street  
Kingston, TN 37763

Roane County Emergency Communications District  
P.O. Box 236  
Rockwood, TN 37854

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in government-wide financial statements. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Roane County School Department component unit only reports governmental activities in the government-wide financial statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or

directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Roane County issues all debt for the discretely presented Roane County School Department. There were no debt issues contributed by the county to the School Department during the year ended June 30, 2018.

Separate financial statements are provided for governmental funds, proprietary funds (internal service and enterprise), and fiduciary funds. The internal service funds are reported with the governmental activities in the government-wide financial statements, and the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and the major enterprise fund are reported as separate columns in the fund financial statements.

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary funds financial statements, except for agency funds, which have no measurement focus. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Roane County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. Roane County reports three proprietary funds: two internal service funds and one enterprise fund.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds and the major enterprise fund are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The internal service funds and the fiduciary funds in total are reported in single columns by fund type.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Roane County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable (reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

Proprietary funds and fiduciary funds financial statements are reported using the economic resources measurement focus, except for agency funds, which have no measurement focus, and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Roane County reports the following major governmental funds:

**General Fund** – This is the county’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**Highway/Public Works Fund** – This special revenue fund accounts for transactions of the county’s Highway Department. Local and state gasoline/fuel taxes are the foundational revenues of this fund.

**General Debt Service Fund** – This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

**Rural Debt Service Fund** – This fund accounts for the resources accumulated and payments made for the retirement of bonds and notes issued for the construction and improvements of county schools prior to the Harriman City School merger on July 1, 2003.

Roane County reports the following major proprietary fund:

**Public Utility Fund** – This fund accounts for transactions related to the treatment of wastewater.

Additionally, Roane County reports the following fund types:

**Capital Projects Funds** – These funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

**Private Purpose Trust Fund** – The Endowment Fund is used to account for an endowment received by the county. The principal amount must remain intact while interest earned on the principal is to be expended for the benefit of scholarships for Roane County students.

**Internal Service Funds** – These funds, the Employee Insurance - Dental and the Workers' Compensation funds, are used to account for the county's self-insured dental and workers' compensation programs managed by the county for the primary government and the discretely presented School Department.

**Agency Funds** – These funds account for amounts collected in an agency capacity by the constitutional officers; local sales taxes received by the state to be forwarded to the various cities in Roane County; the city school system's share of educational revenues; restricted revenues held for the benefit of the Office of District Attorney General and drug task force; and assets held in a custodial capacity for an industrial revolving loan program. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They do, however, use the accrual basis of accounting to recognize receivables and payables.

The discretely presented Roane County School Department reports the following major governmental fund:

**General Purpose School Fund** – This fund is the primary operating fund for the School Department. It is used to account for general operations of the School Department.

Additionally, the Roane County School Department reports the following fund types:

**Special Revenue Funds** – These funds account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

**Capital Projects Fund** – The Education Capital Projects fund is used to account for building construction and renovations of the School Department.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has three proprietary funds, an enterprise fund used to account for wastewater operations and two internal service funds used to account for the employees' dental insurance and workers' compensation programs managed by the county for the primary government and the discretely presented School Department. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenue of the county's enterprise fund is charges for services from users. Operating expenses for the enterprise fund include salaries and depreciation of capital assets. The principal operating revenues of the county's internal service funds are self-insurance premiums. Operating expenses for the internal service funds include dental and workers' compensation claims, administrative expenses, and excess risk workers' compensation insurance.

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**1. Deposits and Investments**

For purposes of the Statement of Cash Flows, cash includes cash on deposit with the county trustee.

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Roane County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Debt Service, Rural Debt Service, and General Purpose School funds. Roane County and the School Department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost. Investments in the State Treasurer's Investment Pool are reported at amortized cost using a stable net asset value. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. All other investments are reported at fair value.

**2. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either due to/from other funds (i.e., the current portion of interfund loans) or advances to/from other funds (i.e., non-current portion of interfund loans). All other outstanding balances between funds are reported as due to/from other funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

All ambulance, property taxes, and public utility receivables are shown with an allowance for uncollectibles. Ambulance and public utility receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 1.9 percent of total taxes levied.

Property taxes receivable are recognized as of the date an enforceable legal claim to the taxable property arises. This date is January 1 and is referred to as the lien date. However, revenues from property taxes are recognized in the period for which the taxes are levied, which is the ensuing fiscal year. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable, less an estimated allowance for uncollectible taxes, is reported as a deferred inflow of resources as of June 30.

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not

available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalty the following March 1. Suit must be filed in Chancery Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

Most payables are disaggregated on the face of the financial statements. Other current liabilities totaling \$68,603 reflected for the discretely presented School Department on the Statement of Net Position represent monies refunded to the School Department in error by the Internal Revenue Service.

**3. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expenditure when consumed rather than when purchased. Prepaids are offset in the nonspendable fund balance account in governmental funds.

**4. Capital Assets**

Governmental funds do not capitalize the cost of capital outlays; these funds report capital outlays as expenditures upon acquisition.

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental and business-type columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$10,000 or more and an estimated useful life exceeding five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, equipment, and infrastructure of the primary government and the discretely presented School Department are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	40
Other Capital Assets	5 - 10
Infrastructure	10 - 100

**5. Deferred Outflows/Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, these items are reported in the government-wide Statement of Net Position. These items are for pension changes in experience, assumptions, and investment earnings; pension and other postemployment benefits paid after the measurement date; and pension other deferrals.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These items are for current and delinquent property taxes, pension changes in experience and investment earnings; pension other deferrals, other post-employment benefit changes in assumptions; various receivables for revenues which do not meet the availability criteria in governmental funds; and a deferred difference on refunding. A deferred difference on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**6. Compensated Absences**

It is the county and School Department’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is

no liability for unpaid accumulated sick leave since Roane County does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide statements for the county and the discretely presented School Department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

**7. Long-term Obligations**

In the government-wide financial statements and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type Statement of Net Position. Debt premiums and discounts are deferred and amortized over the life of the new debt using the straight-line method. Debt issuance costs are expensed in the period incurred. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable, is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and expenditures for other long-term obligations, including compensated absences, other postemployment benefits, and landfill closure/postclosure care costs, are recognized to the extent that the liabilities have matured (come due for payment) each period.

**8. Net Position and Fund Balance**

In the government-wide financial statements and the proprietary funds in the fund financial statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

As of June 30, 2018, Roane County had \$10,451,565 in outstanding debt for capital purposes of other entities (schools of \$7,412,265 and industrial purposes of \$3,039,300). In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (City of Oak Ridge School System) based on an average daily attendance proration. This debt is a liability of Roane County, but the capital assets acquired are reported in the financial statements of the School Department and the City of Oak Ridge School System. Therefore, Roane County has incurred a liability, significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

It is the county's policy that unrestricted amounts would be reduced first followed by restricted amounts when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Also, it is the county's policy that unassigned amounts would be reduced first, followed by assigned amounts, and then committed amounts when expenditures are incurred for purposes for which amounts in any of these unrestricted fund balance classifications could be used.

In the fund financial statements, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in these funds can be spent. These classifications may consist of the following:

Nonspendable Fund Balance – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the County Commission, the county's highest level of decision-making authority and the Board of Education, the School Department's highest level of decision-making authority, and shall remain binding unless removed in the same manner.

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The County Commission makes assignments for the general government. The Board of Education makes assignments for the School Department.

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds.

## 9. **Optimal Fund Balance Policy**

The county does not have a minimum fund balance policy; however, the County Commission and Board of Education have adopted policies establishing optimal fund balances to provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance of certain governmental funds. The following optimal fund balance policies apply to the sum of restricted, committed, assigned, and unassigned fund balance, with the exception of the General Purpose School Fund for which the policy applies only to unassigned fund balance.

### **Primary Government**

General Fund – 35 to 45 percent of current-year appropriations

Highway/Public Works Fund – seven to 15 percent of current-year appropriations

Debt Service Funds – the county will typically have one year of future payments as fund balance

**Discretely Presented Roane County School Department**

General Purpose School Fund – seven to ten percent of operating expenditures

Central Cafeteria Fund – 15 to 30 percent of operating expenditures

School Transportation Fund – ten to 20 percent of operating expenditures

Extended School Program Fund – 15 to 40 percent of operating expenditures

**10. Restatement**

In prior years, the government was required to recognize a liability for its other postemployment benefits plans under Governmental Accounting Standards Board (GASB) Statement No. 45. As of July 1, 2017, Roane County has adopted the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Restatements increasing the beginning net position of the Governmental Activities of the Primary Government by \$250,255, reducing beginning net position of the Business-type activities of the Primary Government by \$60,104, and reducing the beginning net position of the Discretely Presented Roane County School Department by \$445,265, have been recognized to account for the transitional requirements.

**E. Pension Plans**

**Primary Government**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Roane County's participation in the Public Employee Retirement Plans (agent legacy and agent hybrid plans) of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Roane County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plans of TCRS. Investments are reported at fair value.

### **Discretely Presented Roane County School Department**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teacher Retirement Plan and the Teacher Legacy Pension Plan in the Tennessee Consolidated Retirement System, and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the TCRS. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Teacher Retirement Plan and the Teacher Legacy Pension Plan. Investments are reported at fair value.

## **II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

### **A. Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Position**

#### **Primary Government**

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

#### **Discretely Presented Roane County School Department**

Exhibit K-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

### **B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities**

#### **Primary Government**

Exhibit C-4 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

#### **Discretely Presented Roane County School Department**

Exhibit K-5 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

### III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

#### Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund (special revenue fund), which is not budgeted, and the Highway Capital Projects Fund, which adopts project length budgets. All annual appropriations lapse at fiscal year end.

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the county commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, County Executive, County Attorney, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

The county's budgetary basis of accounting is consistent with GAAP, except instances in which encumbrances are treated as budgeted expenditures. The difference between the budgetary basis and GAAP basis is presented on the face of each budgetary schedule.

### IV. DETAILED NOTES ON ALL FUNDS

#### A. Deposits and Investments

Roane County and the Roane County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Cash reflected on the balance sheets or statements of net position represents nonpooled amounts held separately by individual funds.

#### Deposits

**Legal Provisions.** All deposits with financial institutions must be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating

banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose fair value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

### **Investments**

**Legal Provisions.** Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loans associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may make investments with longer maturities if various restrictions set out in state law are followed. Counties are also authorized to make investments in the State Treasurer's Investment Pool and in repurchase agreements. Repurchase agreements must be approved by the state Comptroller's Office and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

**Investment Balances.** As of June 30, 2018, Roane County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the State Treasurer's Investment Pool. Separate disclosures concerning pooled investments cannot be made for Roane County and the discretely presented Roane County School Department since both pool their deposits and investments through the county trustee.

<u>Investment</u>	<u>Weighted Average Maturity (days)</u>	<u>Amortized Cost</u>
State Treasurer's Investment Pool	2 to 113	\$ 24,507,520

**Interest Rate Risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Roane County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Credit Risk.** Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Roane County has no investment policy that would further limit its investment choices. As of June 30, 2018, Roane County's investment in the State Treasurer's Investment Pool was unrated.

**B. Notes Receivable**

Notes receivable consists of industrial loans totaling \$452,967 in the Community Development - Agency Fund due from local businesses. These loans were made from revolving loan funds received from the U.S. Department of Commerce passed through the Tennessee Department of Economic and Community Development.

**C. Capital Assets**

Capital assets activity for the year ended June 30, 2018, was as follows:

## Primary Government

### Governmental Activities:

	Balance 7-1-17	Increases	Decreases	Balance 6-30-18
Capital Assets				
Not Depreciated:				
Land	\$ 4,959,927	\$ 64,365	\$ 0	\$ 5,024,292
Construction in Progress	399,710	0	(389,700)	10,010
Total Capital Assets Not Depreciated	<u>\$ 5,359,637</u>	<u>\$ 64,365</u>	<u>\$ (389,700)</u>	<u>\$ 5,034,302</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 16,319,776	\$ 512,549	\$ (21,125)	\$ 16,811,200
Infrastructure	39,762,054	1,131,750	0	40,893,804
Other Capital Assets	13,257,916	906,323	(401,413)	13,762,826
Total Capital Assets Depreciated	<u>\$ 69,339,746</u>	<u>\$ 2,550,622</u>	<u>\$ (422,538)</u>	<u>\$ 71,467,830</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 4,711,352	\$ 497,519	\$ (7,350)	\$ 5,201,521
Infrastructure	18,165,188	1,408,623	0	19,573,811
Other Capital Assets	9,611,759	1,153,824	(369,582)	10,396,001
Total Accumulated Depreciation	<u>\$ 32,488,299</u>	<u>\$ 3,059,966</u>	<u>\$ (376,932)</u>	<u>\$ 35,171,333</u>
Total Capital Assets Depreciated, Net	<u>\$ 36,851,447</u>	<u>\$ (509,344)</u>	<u>\$ (45,606)</u>	<u>\$ 36,296,497</u>
Governmental Activities Capital Assets, Net	<u>\$ 42,211,084</u>	<u>\$ (444,979)</u>	<u>\$ (435,306)</u>	<u>\$ 41,330,799</u>

Depreciation expense was charged to functions of the primary government as follows:

**Governmental Activities:**

General Government	\$ 419,043
Finance	21,223
Administration of Justice	16,973
Public Safety	437,028
Public Health and Welfare	411,004
Social, Cultural, and Recreational Services	77,570
Agriculture	27,303
Highways/Public Works	<u>1,649,822</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 3,059,966</u>

**Business-Type Activities:**

	Balance 7-1-17	Increases	Balance 6-30-18
Capital Assets Not Depreciated:			
Land	\$ 5,000	\$ 0	\$ 5,000
Total Capital Assets Not Depreciated	<u>\$ 5,000</u>	<u>\$ 0</u>	<u>\$ 5,000</u>
Capital Assets Depreciated:			
Buildings and Improvements	\$ 996,279	\$ 0	\$ 996,279
Infrastructure	8,248,812	0	8,248,812
Other Capital Assets	1,077,570	11,900	1,089,470
Total Capital Assets Depreciated	<u>\$ 10,322,661</u>	<u>\$ 11,900</u>	<u>\$ 10,334,561</u>
Less Accumulated Depreciation For:			
Buildings and Improvements	\$ 725,550	\$ 8,810	\$ 734,360
Infrastructure	2,047,479	251,673	2,299,152
Other Capital Assets	702,862	131,904	834,766
Total Accumulated Depreciation	<u>\$ 3,475,891</u>	<u>\$ 392,387</u>	<u>\$ 3,868,278</u>
Total Capital Assets Depreciated, Net	<u>\$ 6,846,770</u>	<u>\$ (380,487)</u>	<u>\$ 6,466,283</u>
Business-type Activities Capital Assets, Net	<u>\$ 6,851,770</u>	<u>\$ (380,487)</u>	<u>\$ 6,471,283</u>

There were no decreases in capital assets to report for the year.

Depreciation expense totaling \$392,387 was charged to the Public Utility Fund.

**Discretely Presented Roane County School Department**

**Governmental Activities:**

	Balance 7-1-17	Increases	Decreases	Balance 6-30-18
Capital Assets				
Not Depreciated:				
Land	\$ 1,338,172	\$ 0	\$ 0	\$ 1,338,172
Construction in Progress	769,299	323,824	(484,458)	608,665
Total Capital Assets Not Depreciated	<u>\$ 2,107,471</u>	<u>\$ 323,824</u>	<u>\$ (484,458)</u>	<u>\$ 1,946,837</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 105,468,347	\$ 512,953	\$ 0	\$ 105,981,300
Other Capital Assets	10,411,220	581,727	(2,400)	10,990,547
Total Capital Assets Depreciated	<u>\$ 115,879,567</u>	<u>\$ 1,094,680</u>	<u>\$ (2,400)</u>	<u>\$ 116,971,847</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 41,735,587	\$ 2,467,760	\$ 0	\$ 44,203,347
Other Capital Assets	7,778,425	447,012	(2,400)	8,223,037
Total Accumulated Depreciation	<u>\$ 49,514,012</u>	<u>\$ 2,914,772</u>	<u>\$ (2,400)</u>	<u>\$ 52,426,384</u>
Total Capital Assets Depreciated, Net	<u>\$ 66,365,555</u>	<u>\$ (1,820,092)</u>	<u>\$ 0</u>	<u>\$ 64,545,463</u>
Governmental Activities Capital Assets, Net	<u>\$ 68,473,026</u>	<u>\$ (1,496,268)</u>	<u>\$ (484,458)</u>	<u>\$ 66,492,300</u>

Depreciation expense was charged to functions of the discretely presented Roane County School Department as follows:

**Governmental Activities:**

Support Services	\$ 2,899,186
Operation of Non-instructional Services	15,586
Total Depreciation Expense - Governmental Activities	<u><u>\$ 2,914,772</u></u>

**D. Interfund Receivables, Payables, and Transfers**

The composition of interfund balances as of June 30, 2018, was as follows:

**Due to/from Other Funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Nonmajor governmental	\$ 6,514
"	Agency	9,455
Nonmajor governmental	General	1,050
"	Nonmajor governmental	2,370
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	27,336
Nonmajor governmental	General Purpose School	7,397

These balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made.

**Due to/from Primary Government and Component Unit:**

<u>Receivable</u>	<u>Payable</u>	<u>Amount</u>
Component Unit:		
School Department:	Primary Government:	
Nonmajor governmental	Nonmajor governmental	\$ 2,364
Primary Government:	Component Unit - School Department:	
Nonmajor governmental	Nonmajor governmental	49

These balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made.

**Interfund Transfers:**

Interfund transfers for the year ended June 30, 2018, consisted of the following amounts:

**Primary Government**

Transfers Out	Transfers In	
	General Debt Service Fund	Nonmajor Governmental Fund
General Fund	\$ 0	\$ 450,000
Highway/Public Works Fund	116,894	550,000
Nonmajor governmental funds	0	244,090
<b>Total</b>	<b>\$ 116,894</b>	<b>\$ 1,244,090</b>

**Discretely Presented Roane County School Department**

Transfers Out	Transfers In	
	General Purpose School Fund	Nonmajor Governmental Funds
General Purpose School Fund	\$ 0	\$ 846,461
Nonmajor governmental Funds	25,360	0
<b>Total</b>	<b>\$ 25,360</b>	<b>\$ 846,461</b>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**E. Long-term Obligations**

**Primary Government**

**General Obligation Bonds and Other Loans**

Roane County issues general obligation bonds and other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented School Department. In addition, general obligation bonds and other loans have been issued to refund other general obligation bonds and loans.

General obligation bonds and other loans are direct obligations and pledge the full faith and credit of the government. General obligation bonds and other loans outstanding were issued for original terms of up to 12 years for bonds and up to 17 years for other loans. Repayment terms are generally structured

with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds and other loans included in long-term debt as of June 30, 2018, will be retired from the county's debt service funds.

General obligation bonds and other loans outstanding as of June 30, 2018, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-18
General Obligation Refunding Bonds	2 to 5 %	5-1-29	\$ 20,045,000	\$ 19,645,000
Rural School Bonds	2 to 3.5	6-30-20	1,325,000	285,000
Rural School Refunding Bonds	1.67 to 5	5-1-22	8,050,000	6,730,000
Other Loans - Blount County Public Building Authority	4.25 to 5	6-1-27	750,000	750,000
Other Loans - Energy Efficient Schools	0	3-1-23	944,127	397,265

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2018, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2019	\$ 3,907,000	\$ 889,396	\$ 4,796,396
2020	4,262,000	678,905	4,940,905
2021	3,775,000	535,291	4,310,291
2022	3,741,000	416,985	4,157,985
2023	2,065,000	296,015	2,361,015
2024-2028	7,710,000	663,625	8,373,625
2029	1,200,000	30,000	1,230,000
Total	\$ 26,660,000	\$ 3,510,217	\$ 30,170,217

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2019	\$ 98,316	\$ 35,437	\$ 133,753
2020	98,316	35,438	133,754
2021	98,316	35,437	133,753
2022	73,383	35,438	108,821
2023	28,934	35,437	64,371
2024-2027	750,000	106,751	856,751
Total	\$ 1,147,265	\$ 283,938	\$ 1,431,203

There is \$3,118,233 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$518, for residents living outside the Harriman and Oak Ridge school districts, \$374, for residents living inside the Harriman school district, and \$363, for residents living inside the Oak Ridge school district based on the 2010 federal census. Total debt per capita, including bonds, other loans, and unamortized debt premiums totaled \$555, for residents living outside the Harriman and Oak Ridge school districts, \$411, for residents living inside the Harriman school district, and \$399, for residents living inside the Oak Ridge school district based on the 2010 federal census.

#### Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2018, was as follows:

**Governmental Activities**

	<u>Bonds</u>	<u>Other Loans</u>
Balance, July 1, 2017	\$ 31,620,000	\$ 1,245,581
Additions	15,255,000	0
Reductions	(4,070,000)	(98,316)
Debt Refunded	<u>(16,145,000)</u>	<u>0</u>
Balance, June 30, 2018	<u>\$ 26,660,000</u>	<u>\$ 1,147,265</u>
Balance Due Within One Year	<u>\$ 3,907,000</u>	<u>\$ 98,316</u>

	<u>Landfill Postclosure Care Costs</u>	<u>Compensated Absences</u>	<u>Other Post- Employment Benefits</u>
Balance, July 1, 2017	\$ 75,697	\$ 473,888	\$ 4,054,925 *
Additions	0	441,204	497,508
Reductions	<u>(30,411)</u>	<u>(457,598)</u>	<u>(332,040)</u>
Balance, June 30, 2018	<u>\$ 45,286</u>	<u>\$ 457,494</u>	<u>\$ 4,220,393</u>
Balance Due Within One Year	<u>\$ 33,899</u>	<u>\$ 382,485</u>	<u>\$ 0</u>

\*The amount reflected has been restated for the effects of GASB Statement No. 75.

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2018	\$ 32,530,438
Less: Balance Due Within One Year	(4,421,700)
Add: Unamortized Premium on Debt	<u>859,223</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 28,967,961</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill postclosure care costs will be paid by the Other Special Revenue Fund.

Current Refunding

On September 8, 2017, Roane County refunded a general obligation rural bond issue with a separate general obligation rural bond issue. The refunding bond was issued in the amounts of \$6,450,000 to provide resources to redeem existing debt. As a result of this refunding, total debt service payments over the next four years will be reduced by \$157,666, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$143,626 was obtained.

On March 29, 2018, Roane County refunded six general obligation bond issues with a separate general obligation bond issue. The refunding bond was issued in the amount of \$8,805,000 to provide resources to redeem existing debt. As a result of this refunding, total debt service payments over the next seven years will be reduced by \$636,542, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$561,657 was obtained.

**Roane County Public Utility Fund (enterprise fund)**

Bonds and Other Loans

Revenue and general obligation bonds and other loans outstanding were issued for original terms of up to 38 years for bonds and up to 24 years for other loans.

Bonds and other loans outstanding as of June 30, 2018, for business-type activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-18
Revenue and Tax Bonds	4.75	% 4-20-40	\$ 620,000	\$ 479,163
Other Loans - Revolving Loan Fund	1.77	12-1-35	4,387,595	3,916,131

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2018, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2019	\$ 12,853	\$ 22,487	\$ 35,340
2020	13,477	21,863	35,340
2021	14,131	21,209	35,340
2022	14,817	20,523	35,340
2023	15,537	19,803	35,340
2024-2028	89,757	86,943	176,700
2029-2033	113,765	62,935	176,700
2034-2038	144,194	32,506	176,700
2039-2040	60,632	2,749	63,381
Total	\$ 479,163	\$ 291,018	\$ 770,181

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2019	\$ 192,624	\$ 67,764	\$ 3,060	\$ 263,448
2020	196,068	64,320	2,904	263,292
2021	199,572	60,816	2,748	263,136
2022	203,124	57,264	2,592	262,980
2023	206,748	53,640	2,424	262,812
2024-2028	1,090,428	211,512	9,564	1,311,504
2029-2033	1,191,252	110,688	5,004	1,306,944
2034-2036	636,315	14,652	667	651,634
Total	\$ 3,916,131	\$ 640,656	\$ 28,963	\$ 4,585,750

#### Changes in Long-term Obligations

Long-term obligation activity for the Public Utility Fund (enterprise fund) for the year ended June 30, 2018, was as follows:

**Business-type Activities:**

	<u>Bonds</u>	<u>Other Loans</u>	<u>Other Post- Employment Benefits</u>
Balance, July 1, 2017	\$ 596,421	\$ 4,105,383	\$ 61,750 *
Additions	0	0	7,576
Reductions	<u>(117,258)</u>	<u>(189,252)</u>	<u>(5,056)</u>
Balance, June 30, 2018	<u>\$ 479,163</u>	<u>\$ 3,916,131</u>	<u>\$ 64,270</u>
Balance Due Within One Year	<u>\$ 12,853</u>	<u>\$ 192,624</u>	<u>\$ 0</u>

\*The amount reflected has been restated for the effects of GASB Statement No. 75.

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2018	\$ 4,459,564
Less: Balance Due Within One Year	<u>(205,477)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 4,254,087</u>

**Discretely Presented Roane County School Department**

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Roane County School Department for the year ended June 30, 2018, for governmental activities was as follows:

	Compensated Absences	Other Post- employment Benefits	Net Pension Liability Teacher Legacy Plan
Balance, July 1, 2017	\$ 156,001	\$ 8,838,894 *	\$ 4,385,869
Additions	206,234	730,727	0
Reductions	(182,072)	(860,434)	(4,385,869)
Balance, June 30, 2018	<u>\$ 180,163</u>	<u>\$ 8,709,187</u>	<u>\$ 0</u>
Balance Due Within One Year	<u>\$ 171,155</u>	<u>\$ 0</u>	<u>\$ 0</u>

\*The amount reflected has been restated for the effects of GASB Statement No. 75.

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2018	\$ 8,889,350
Less: Balance Due Within One Year	<u>(171,155)</u>
Noncurrent Liabilities - Due in More Than One Year - Exhibit A	<u>\$ 8,718,195</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

**F. On-Behalf Payments – Discretely Presented Roane County School Department**

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Roane County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both of these plans are administered by the State of Tennessee and reported in the state's Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2018, were \$201,008 and \$70,588, respectively. The School Department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

**G. Donor-restricted Endowments**

The county accounts for an endowment totaling \$20,000 in a private-purpose trust fund, the Endowment Fund. The principal amount must remain intact

while interest earned on the principal will be expended for county residents awarded educational scholarships. During the year ended June 30, 2018, interest earned totaled \$197.

**V. OTHER INFORMATION**

**A. Risk Management**

Roane County has chosen to establish two self-insurance funds for risks associated with the employees’ dental insurance plan and workers’ compensation claims. The self-insurance funds are accounted for as internal service funds where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$450,000 per occurrence and approximately \$3 million for all claims in any plan year for workers’ compensation coverage. The county has obtained a stop/loss commercial insurance policy to cover claims beyond these limits.

All full-time employees of the primary government and the Roane County School Department are eligible to participate in the dental program. A premium charge for dental and workers’ compensation coverage is allocated to each fund that accounts for employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. Reserves of \$331,984 and \$567,514 existed in the Employee Insurance – Dental and Workers’ Compensation funds, respectively, at June 30, 2018. Liabilities of these funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The self-insurance funds establish claim liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Employee Insurance - Dental

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2016-2017	\$ 0	\$ 536,444	\$ (536,444)	\$ 0
2017-2018	0	481,749	(481,749)	0

Workers' Compensation

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2016-2017	\$ 769,469	\$ 829,987	\$ (611,471)	\$ 987,985
2017-2018	987,985	213,287	(493,838)	707,434

Roane County participates in the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments. In accordance with Section 8-27-207, *Tennessee Code Annotated (TCA)*, all local governments and quasi-governmental entities described above are eligible to participate. The LGGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. The state statute provides for the LGGIF to be self-sustaining through member premiums.

The discretely presented Roane County School Department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *TCA*, all local education agencies are eligible to participate. The LEGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

The county and the School Department continue to carry commercial insurance for other risks of loss, including general liability, property, casualty, and environmental. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years.

**B. Accounting Changes**

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*; Statement No. 81, *Irrevocable Split-Interest Agreements*; Statement No. 85, *Omnibus 2017*; and Statement No. 86, *Certain Debt Extinguishment Issues* became effective for the year ended June 30, 2018.

GASB Statement No. 75, establishes accounting and reporting requirements for postemployment benefits other than pensions (other postemployment benefits or OPEB), which are included in the general purpose financial reports of state and local governmental OPEB plans. This statement replaces GASB Statements No. 45 and No. 57. The scope of this statement establishes

standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB, this statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed.

GASB Statement No. 81, establishes accounting and financial reporting guidance for irrevocable split-interest agreements in which a government is a beneficiary.

GASB Statement No. 85, addresses practice issues that have been identified during implementation and application of certain GASB Statements. This statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits [OPEB]).

GASB Statement No. 86, establishes guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This statement also provides guidance for accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance.

**C. Contingent Liabilities**

The county is involved in several pending lawsuits. Based on letters from attorneys, management believes that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

**D. Landfill Closure/Postclosure Care Costs**

Roane County has an active permit on file with the state Department of Environment and Conservation for a sanitary landfill. The county has provided financial assurances for estimated postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

State and federal laws and regulations require the county to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period

based on landfill capacity used as of each balance sheet date. Roane County closed its sanitary landfill in 1998. The \$45,286 reported as postclosure care liability as June 30, 2018, represents amounts based on what it would cost to perform all postclosure care in 2018. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

**E. Joint Ventures**

Roane County entered into an agreement with the counties of Cumberland and Morgan, Tennessee, to establish an Industrial Development Board to purchase land for the development of a joint industrial park. Cumberland, Morgan, and Roane counties jointly own the park. The agreement established a nine-member board with each county appointing three members and having responsibility for one-third of the entity's funding. Roane County issued loans for \$1,750,000 and \$750,000 on October 18, 2007, and June 15, 2010, respectively. The proceeds of these loans were contributed to the board.

The Ninth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Ninth Judicial District; Roane, Loudon, Meigs, and Morgan counties; and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors, which includes the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Roane County made no contributions to the DTF for the year ended June 30, 2018. Roane County does not have an equity interest in the DTF.

Complete financial statements for the Industrial Development Board and the DTF can be obtained from their administrative offices at the following addresses:

Administrative Office:

Industrial Development Board of the  
Counties of Cumberland, Morgan,  
and Roane, Tennessee  
34 South Main Street  
Crossville, TN 38555

Office of District Attorney General  
Ninth Judicial District Drug Task Force  
P.O. Box 703  
Kingston, TN 37763

**F. Jointly Governed Organization**

The county commission is responsible for appointing three members to the board of directors of the Roane Alliance, Inc. The total number of board members fluctuates from 29 to 48 members. The remaining members are appointed by other entities or are ex-officio from various organizations. The county's accountability for this organization does not extend beyond making these three appointments.

**G. Retirement Commitments**

**1. Tennessee Consolidated Retirement System (TCRS)**

**Primary Government**

**Roane County Legacy Pension Plan**

**General Information About the Pension Plan**

*Plan Description – Roane County Legacy Plan.* Employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in TCRS before October 1, 2015, are provided a defined benefit pension plan (Roane County Legacy Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The Roane County Legacy Plan is closed to new membership. The primary government employees comprise 56.14 percent and the non-certified employees of the discretely presented School Department comprised 43.86 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at [www.treasury.state.tn.us/tcrs](http://www.treasury.state.tn.us/tcrs).

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who

leaves employment may withdraw their employee contributions plus any accumulated interest.

*Employees Covered by Benefit Terms.* At the measurement date of June 30, 2017, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	355
Inactive Employees Entitled to But Not Yet Receiving Benefits	547
Active Employees	494
Total	1,396

Roane County withdrew from the TCRS Roane County Legacy Plan effective September 30, 2015. Employees hired after the date of withdrawal are not eligible to participate in the Roane County Legacy Plan. Employees active as of the withdrawal date will continue to accrue salary and services credit in TCRS. The employer remains responsible for the pension liability for employees and retirees that were active as of the withdrawal date.

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Roane County employees contribute five percent of salary. Roane County elected to make employer contributions at a rate higher than the minimum rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2018, the employer contributions for Roane County were \$886,795 based on a rate of six percent of covered payroll. The minimum rate established by the Board of Trustees was 4.08 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Roane County’s state shared taxes if required employer contributions are not remitted. The employer’s actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

**Net Pension Liability (Asset)**

Roane County’s net pension liability (asset) was measured as of June 30, 2017, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability as of the June 30, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2017, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	%	Percentage Target Allocations	%
U.S. Equity	5.69	%	31	%
Developed Market				
International Equity	5.29		14	
Emerging Market				
International Equity	6.36		4	
Private Equity and				
Strategic Lending	5.79		20	
U.S. Fixed Income	2.01		20	
Real Estate	4.32		10	
Short-term Securities	0.00		1	
			100	%
Total			100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

*Changes of Assumptions.* In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4 percent; and modified the mortality assumptions.

*Discount Rate.* The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Roane County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

### Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2016	\$ 52,932,560	\$ 54,850,888	\$ (1,918,328)
Changes for the Year:			
Service Cost	\$ 1,380,667	\$ 0	\$ 1,380,667
Interest	3,977,225	0	3,977,225
Differences Between Expected and Actual Experience	(389,766)	0	(389,766)
Changes in Assumptions	1,323,990	0	1,323,990
Contributions-Employer	0	1,071,951	(1,071,951)
Contributions-Employees	0	765,684	(765,684)
Net Investment Income	0	6,172,117	(6,172,117)
Benefit Payments, Including Refunds of Employee Contributions	(2,567,119)	(2,567,119)	0
Administrative Expense	0	(42,243)	42,243
Other Changes	0	0	0
Net Changes	\$ 3,724,997	\$ 5,400,390	\$ (1,675,393)
Balance, June 30, 2017	\$ 56,657,557	\$ 60,251,278	\$ (3,593,721)

### Allocation of Agent Plan Changes in the Net Pension Liability (Asset)

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	56.14%	\$ 31,807,552	\$ 33,825,067	\$ (2,017,515)
School Department	43.86%	24,850,005	26,426,211	(1,576,206)
Total		\$ 56,657,557	\$ 60,251,278	\$ (3,593,721)

*Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the net pension liability (asset) of Roane County calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability	\$ 3,586,941	\$ (3,593,721)	\$ (9,554,602)

**Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions**

*Pension Expense or Negative Pension Expense.* For the year ended June 30, 2018, Roane County recognized pension expense of \$166,331.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2018, Roane County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 1,139,060
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	3,522	0
Changes in Assumptions	1,059,192	0
Contributions Subsequent to the Measurement Date of June 30, 2017 (1)	886,795	N/A
<b>Total</b>	<b>\$ 1,949,509</b>	<b>\$ 1,139,060</b>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2017,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Allocation of Agent Plan Deferred Outflows of Resources and  
Deferred Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 1,095,740	\$ 639,468
School Department	853,769	499,592
Total	<u>\$ 1,949,509</u>	<u>\$ 1,139,060</u>

Amounts reported as deferred outflows of resources, with the exception of contributions subsequent to the measurement date, and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2019	\$ (383,243)
2020	429,294
2021	108,205
2022	(230,603)
2023	0
Thereafter	0

In the table shown above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

**Primary Government**

**Roane County Hybrid Pension Plan**

*Plan Description – Roane County Hybrid Plan.* Employees of Roane County and non-certified employees of the discretely presented Roane County School Department hired on or after October 1, 2015, are provided a defined benefit pension plan (Roane County Hybrid Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 69.61 percent and the non-certified employees of the discretely presented School Department comprise 30.39 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the

proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at [www.treasury.state.tn.us/tcrs](http://www.treasury.state.tn.us/tcrs).

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80 in which the member's age and service credits total 80. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

*Employees Covered by Benefit Terms.* At the measurement date of June 30, 2017, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	1
Inactive Employees Entitled to But Not Yet Receiving Benefits	18
Active Employees	119
Total	<u>138</u>

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Roane County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation and statutory provisions. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of Roane County if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2018, to the Retirement Plan were \$140,349, which is four percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

**Pension Liabilities (Assets) Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions**

*Pension Liabilities (Assets).* Roane County’s net pension liability (asset) was measured at June 30, 2017, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability as of the June 30, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2017, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return		Percentage Target Allocations	
U.S. Equity	5.69	%	31	%
Developed Market				
International Equity	5.29		14	
Emerging Market				
International Equity	6.36		4	
Private Equity and				
Strategic Lending	5.79		20	
U.S. Fixed Income	2.01		20	
Real Estate	4.32		10	
Short-term Securities	0.00		1	
			100	%
Total			100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

*Changes of Assumptions.* In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4 percent; and modified the mortality assumptions.

*Discount Rate.* The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Roane County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

### Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2016	\$ 31,443	\$ 49,085	\$ (17,642)
Changes for the Year:			
Service Cost	\$ 81,540	\$ 0	\$ 81,540
Interest	8,326	0	8,326
Changes in Benefit Terms	0	0	0
Differences Between Expected and Actual Experience	62,746	0	62,746
Changes in Assumptions	5,781	0	5,781
Contributions-Employer	0	95,444	(95,444)
Contributions-Employees	0	119,306	(119,306)
Net Investment Income	0	17,055	(17,055)
Benefit Payments, Including Refunds of Employee Contributions	(3,939)	(3,939)	0
Administrative Expense	0	(9,342)	9,342
Other Changes	0	0	0
Net Changes	\$ 154,454	\$ 218,524	\$ (64,070)
Balance, June 30, 2017	\$ 185,897	\$ 267,609	\$ (81,712)

### Allocation of Agent Plan Changes in the Net Pension Liability (Asset)

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	69.61%	\$ 129,403	\$ 186,283	\$ (56,880)
School Department	30.39%	56,494	81,326	(24,822)
Total		\$ 185,897	\$ 267,609	\$ (81,712)

*Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the net pension liability (asset) of Roane County calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability	\$ (27,150)	\$ (81,712)	\$ (121,901)

**Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions**

*Pension Expense or (Negative Pension Expense).* For the year ended June 30, 2018, Roane County recognized negative pension expense of (\$27,165).

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2018, Roane County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 57,042	\$ 9,019
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	3,962
Changes in Assumptions	5,255	0
Contributions Subsequent to the Measurement Date of June 30, 2017 (1)	140,349	N/A
Total	<u>\$ 202,646</u>	<u>\$ 12,981</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2017,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Allocation of Agent Plan Deferred Outflows of Resources and  
Deferred Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 136,383	\$ 9,036
School Department	66,263	3,945
Total	<u>\$ 202,646</u>	<u>\$ 12,981</u>

Amounts reported as deferred outflows of resources, with the exception of contributions subsequent to the measurement date, and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2019	\$ 4,169
2020	4,169
2021	4,169
2022	3,938
2023	5,102
Thereafter	27,766

In the table shown above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

**Discretely Presented Roane County School Department**

**Non-certified Employees**

**General Information About the Pension Plan**

*Plan Description – Roane County Legacy Plan.* As noted above under the primary government, employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in TCRS before October 1, 2015, are provided a defined benefit pension plan (Roane County Legacy Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 56.14 percent and the non-certified employees of the discretely presented School Department comprise 43.86 percent of the plan based on contribution data.

Roane County withdrew from the TCRS Roane County Legacy Plan effective September 30, 2015. Employees hired after the date of withdrawal are not eligible to participate in the Roane County Legacy Plan. Employees active as of the withdrawal date will continue to accrue salary and services credit in TCRS. The employer remains responsible for the pension liability for employees and retirees that were active as of the withdrawal date.

*Plan Description – Roane County Hybrid Plan.* Employees of Roane County and non-certified employees of the discretely presented Roane County School Department hired on or after October 1, 2015, are provided a defined benefit pension plan (Roane County Hybrid Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 69.61 percent and the non-certified employees of the discretely presented School Department comprise 30.39 percent of the plan based on contribution data.

### **Certified Employees**

### **Teacher Retirement Plan**

#### **General Information About the Pension Plan**

*Plan Description.* Teachers of the Roane County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at [www.treasury.state.tn.us/tcrs](http://www.treasury.state.tn.us/tcrs).

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early

retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2018, to the Teacher Retirement Plan were \$138,720, which is four percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

**Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

*Pension Liabilities (Assets).* At June 30, 2018, the School Department reported a liability (asset) of (\$124,261) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2017, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The School Department’s proportion of the net pension liability (asset) was based on the School Department’s share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2017, the School Department’s proportion was .470981 percent. The proportion as of June 30, 2016, was .409425 percent.

*Pension Expense.* For the year ended June 30, 2018, the School Department recognized pension expense of \$55,924.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2018, the School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 4,355	\$ 9,345
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	6,686
Changes in Assumptions	10,917	0
Changes in Proportion of Net Pension Liability (Asset)	1,592	6,815
LEA's Contributions Subsequent to the Measurement Date of June 30, 2017 (1)	<u>138,720</u>	N/A
Total	<u>\$ 155,584</u>	<u>\$ 22,846</u>

The School Department’s employer contributions of \$138,720, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2019	\$ (1,031)
2020	(1,031)
2021	(1,414)
2022	(3,134)
2023	19
Thereafter	609

In the table above, positive amounts will increase pension expense, while negative amounts will decrease pension expense.

*Actuarial Assumptions.* The total pension liability in the June 30, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates are based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2017, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS

investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

*Changes of Assumptions.* In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.0 percent; and modified the mortality assumptions.

*Discount Rate.* The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the School Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the School Department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability	\$ 24,792	\$ (124,261)	\$ (233,594)

*Pension Plan Fiduciary Net Position.* Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

### **Teacher Legacy Pension Plan**

#### **General Information About the Pension Plan**

*Plan Description.* Teachers of the Roane County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by LEAs after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at [www.treasury.state.tn.us/tcrs](http://www.treasury.state.tn.us/tcrs).

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early

retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Legacy Pension Plan, benefit terms and conditions, including COLAs can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Roane County School Department for the year ended June 30, 2018, to the Teacher Legacy Pension Plan were \$2,149,244, which is 9.08 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

### **Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

*Pension Liability (Assets).* At June 30, 2018, the School Department reported a liability (asset) of (\$225,523) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2017, and the total pension liability used to

calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The School Department's proportion of the net pension liability (asset) was based on the School Department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2017, the School Department's proportion was .689287 percent. The proportion measured at June 30, 2016, was .701801 percent.

*Pension Expense.* For the year ended June 30, 2018, the School Department recognized pension expense of (\$22,064).

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2018, the School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>                    </u>	<u>                    </u>
Difference Between Expected and Actual Experience	\$ 135,961	\$ 4,655,993
Changes in Assumptions	1,910,050	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	34,234	0
Changes in Proportion of Net Pension Liability (Asset)	38,103	174,039
LEA's Contributions Subsequent to the Measurement Date of June 30, 2017	<u>2,149,244</u>	N/A
Total	<u>\$ 4,267,592</u>	<u>\$ 4,830,032</u>

The School Department's employer contributions of \$2,149,244 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase in net pension asset liability in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2019	\$ (1,638,405)
2020	668,740
2021	(605,875)
2022	1,136,144
2023	0
Thereafter	0

In the table above, positive amounts will increase pension expense, while negative amounts will decrease pension expense.

*Actuarial Assumptions.* The total pension liability in the June 30, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates are based actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2017, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS

investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

*Changes of Assumptions.* In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.0 percent; and modified the mortality assumptions.

*Discount Rate.* The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the School Department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the School Department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability	\$ 20,235,855	\$ (225,523)	\$ (17,138,200)

*Pension Plan Fiduciary Net Position.* Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

## 2. Deferred Compensation

Roane County offers its employees two deferred compensation plans, one established pursuant to IRC Section 401(k) and the other pursuant to IRC 403(b). All costs of administering and funding these programs are the responsibility of the plan participants. The Section 401(k) and Section 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 401(k) and 403(b) establish participation, contribution, and withdrawal provisions for the plans.

Certain employees of the primary government and the discretely presented School Department are required to participate in hybrid pension plans consisting of a defined benefit portion which is detailed in the pension note above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The county and School Department contribute five percent of employee salaries into deferred compensation accounts managed by the hybrid plans pursuant to IRC Section 401(k). In addition, employees are required to contribute two percent of their salaries into this deferred compensation plan unless they opt out of the employee portions. Additional contributions by employees are optional. These hybrid plans apply to teachers employed by the discretely presented School Department hired after June 30, 2014, employees of the primary government hired after September 30, 2015, and non-certified employees of the discretely presented School Department hired after

September 30, 2015. These Section 401(k) plan assets remain the property of the participating employees and are not presented in the accompanying financial statements. IRC Section 401(k), establishes participating contribution, and withdrawal provisions for the plans. During the year, the primary government contributed \$93,018 to the 401(k) portion of the plan. The School Department contributed \$47,331 for non-certified employees and \$143,183 for teachers to the 401(k) portion of the hybrid pension plans.

#### **H. Other Postemployment Benefits (OPEB)**

Roane County and the discretely presented Roane County School Department provide OPEB benefits to their retirees through state administered public entity risk pools. For reporting purposes the plans are considered single employer defined benefit OPEB plans based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plans are funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

Retirees of Roane County are provided healthcare under the Local Government Plan (LGP) until they reach Medicare eligibility. Likewise, the School Department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of Roane County School Department may then join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare. However, the School Department does not provide any subsidy (direct or indirect) to this plan and therefore does not recognize any OPEB liability associated with the TNM.

The county and the School Department's total OPEB liability for each plan was measured as of June 30, 2017, and was determined by an actuarial valuation as of that date.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the June 30, 2017, actuarial valuation of each plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2107 TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.56%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting 7.5% for the 2018 calendar year, and gradually decreasing 33-year period to an ultimate trend of rate of 3.53 percent with .18% added to approximate the effect of the excise tax
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 3.56%, based on the daily rate of Fidelity's 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2017, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2017, valuations were the same as those employed in the July 1, 2017 Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2012 - June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2% load for males and a -3% load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10% load.

*Changes in Assumptions.* The discount rate changed from 2.92 percent as of the beginning of the measurement period to 3.56 percent as of the measurement date of June 30, 2017.

### **Closed Local Government OPEB Plan (Primary Government)**

*Plan Description.* Employees of Roane County who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through the

closed Local Government Plan (LGP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired employees and disability participants of local governments, who choose coverage, participate in the LGP. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

*Benefits Provided.* Roane County offers the LGP to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. With the exception of a small group of grandfathered individuals, retirees are required to discontinue coverage under the LGP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with Tennessee Code Annotated (TCA) 8-27-701 establishes and amends the benefit terms of the LGP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LGP, receives the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Roane County provides a direct subsidy for retirees with at least 10 years of service. The subsidy ranges from \$170 to \$953 per month based on coverage selected.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2017, the following employees were covered by the benefit terms:

	<u>Primary Government</u>
Inactive Employees or Beneficiaries Currently Receiving Benefits	10
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	259
Total	<u><u>269</u></u>

An insurance committee, created in accordance with TCA 8-27-701, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended

June 30, 2018, the county paid \$122,583 to the LGP for OPEB benefits as they came due.

Changes in the Total OPEB Liability

	<u>Primary Government</u>
Balance July 1, 2017	<u>\$ 4,116,675</u>
Changes for the Year:	
Service Cost	\$ 375,515
Interest	129,569
Changes in Benefit Terms	0
Difference between Expected and Actuarial Experience	0
Changes in Assumption and Other Inputs	(227,270)
Benefit Payments	<u>(109,826)</u>
Net Changes	<u>\$ 167,988</u>
Balance June 30, 2018	<u>\$ 4,284,663</u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2018, the county recognized OPEB expense of \$481,410. At June 30, 2018, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 0	\$ 0
Changes of Assumptions/Inputs	0	203,596
Net Difference Between Projected and Actual Investment Earnings	0	0
Benefits Paid After the Measurement Date	<u>122,583</u>	<u>0</u>
Total	<u>\$ 122,583</u>	<u>\$ 203,596</u>

Amounts reported as deferred inflows and deferred outflows of resources (excluding benefits paid after the measurement date) related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30	Primary Government
2019	\$ (23,674)
2020	(23,674)
2021	(23,674)
2022	(23,674)
2023	(23,674)
Thereafter	(85,226)

In the table shown above, positive amounts will increase OPEB expense while negative amounts will decrease OPEB expense.

*Sensitivity of the Total OPEB Liability to Changes in the Discount Rate.* The following presents the total OPEB liability of the county calculated using the current discount rate as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
	2.56%	3.56%	4.56%
Total OPEB Liability	\$ 4,642,919	\$ 4,284,663	\$ 3,946,225

*Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The following presents the total OPEB liability of the county calculated using the current healthcare cost trend rate, as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Trend Rate	1% Increase
	6 to 3.77%	7 to 4.77%	8 to 5.77%
Total OPEB Liability	\$ 3,724,136	\$ 4,284,663	\$ 4,957,492

**Closed Local Education (LEP) OPEB Plan (Discretely Presented School Department)**

*Plan Description.* Employees of the Roane County School Department who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through the closed Local Education Plan (LGP) administered by the

Tennessee Department of Finance and Administration. All eligible pre-65 retired teachers, support staff, and disability participants of local education agencies, who choose coverage, participate in the LEP. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

*Benefits Provided.* The Roane County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. Roane County School Department provides a direct subsidy for retirees with at least 30 years of service ranging from \$134 to \$1,186 per month depending on the coverage selected. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45%; 20 but less than 30 years, 35%; and less than 20 years, 20% of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2017, the following employees were covered by the benefit terms:

	<u>School Department</u>
Inactive Employees or Beneficiaries Currently Receiving Benefits	62
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	718
Total	<u><u>780</u></u>

A state insurance committee, created in accordance with TCA 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired

employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the School Department paid \$535,153 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	<u>Share of Collective Liability</u>		
	<u>Roane County School Department 68.8564%</u>	<u>State of TN 31.1436%</u>	<u>Total OPEB Liability</u>
Balance July 1, 2017	\$ 8,838,894	\$ 3,997,812	\$ 12,836,706
Changes for the Year:			
Service Cost	\$ 466,019	\$ 210,779	\$ 676,798
Interest	264,708	119,727	384,435
Changes in Benefit Terms	0	0	0
Difference between Expected and Actuarial Experience	0	0	0
Changes in Assumption and Other Inputs	(381,314)	(172,467)	(553,781)
Benefit Payments	(479,120)	(216,705)	(695,825)
Net Changes	\$ (129,707)	\$ (58,666)	\$ (188,373)
Balance June 30, 2018	\$ 8,709,187	\$ 3,939,146	\$ 12,648,333

The Roane County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the LEP. The Roane County School Department's proportionate share of the collective total OPEB Liability was based on a projection of the employers long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The School Department recognized \$313,085 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for School Department retirees.

During the year, the Roane County School Department's proportionate share of the collective OPEB liability was 68.8564% and the State of Tennessee's share was 31.1436%.

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2018, the School Department recognized OPEB expense of \$1,005,296 which includes expenses funded by subsidies provided by the state. At June 30, 2018, the School Department

reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 0
Changes of Assumptions/Inputs	0	342,797
Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employees and Nonemployer Contributors As Benefits Came Due	0	0
Benefits Paid After the Measurement Date	<u>535,153</u>	<u>0</u>
Total	<u>\$ 535,153</u>	<u>\$ 342,797</u>

Amounts reported as deferred inflows and deferred outflows of resources (excluding benefits paid after the measurement date) related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30	School Department
2019	\$ (38,516)
2020	(38,516)
2021	(38,516)
2022	(38,516)
2023	(38,516)
Thereafter	(150,216)

In the table shown above, positive amounts will increase OPEB expense while negative amounts will decrease OPEB expense.

*Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Discount Rate.* The following presents the School Department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate.

<u>Discount Rate</u>	1% Decrease 2.56%	Current Discount Rate 3.56%	1% Increase 4.56%
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Proportionate Share of the Collective Total OPEB Liability	\$ 9,308,425	\$ 8,709,187	\$ 8,132,926
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*Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The following presents the School Department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

<u>Healthcare Cost Trend Rate</u>	1% Decrease 6.5 to 2.71%	Current Rates 7.5 to 3.71%	1% Increase 8.5 to 4.71%
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Proportionate Share of the Collective Total OPEB Liability	\$ 7,770,670	\$ 8,709,187	\$ 9,810,446
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**I. Office of Central Accounting**

Roane County operates under provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county executive, road superintendent, and director of schools. These funds are maintained in the Office of Central Accounting, Budgeting, and Purchasing under the supervision of the director of accounts and budgets.

**J. Purchasing Laws**

Purchasing procedures for the Offices of County Executive and Road Superintendent are governed by the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*. Purchasing procedures for the Road Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *TCA*. These acts provide for a purchasing agent and require competitive bids on all purchases exceeding \$10,000.

Chapter 477, Private Acts of 1933, and the County Purchasing Law of 1957 provide for School Department purchases to be made by the purchasing agent and for bids to be solicited on purchases exceeding \$10,000.

**K. Subsequent Events**

Director of Schools Dr. Leah Watkins resigned July 5, 2018, and was succeeded by Gary Aytes effective July 6, 2018.

On August 31, 2018, Wilma Eblen left the Office of Trustee and was succeeded by Chris Mason, and Barbara Anthony left the Office of County Clerk and was succeeded by Beth Johnson.

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**REQUIRED SUPPLEMENTARY  
INFORMATION**

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Exhibit F-1

Roane County, Tennessee  
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on  
Participation in the Public Employee Legacy Pension Plan of TCRS  
Primary Government  
For the Fiscal Year Ended June 30

	2014	2015	2016	2017
<b>Total Pension Liability</b>				
Service Cost	\$ 1,432,976	\$ 1,452,317	\$ 1,470,041	\$ 1,380,667
Interest	3,457,408	3,669,310	3,838,367	3,977,225
Differences Between Actual and Expected Experience	(54,297)	(688,903)	(901,376)	(389,766)
Change of Assumptions	0	0	0	1,323,990
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)	(2,027,403)	(2,365,307)	(2,567,119)
Net Change in Total Pension Liability	\$ 2,803,331	\$ 2,405,321	\$ 2,041,725	\$ 3,724,997
Total Pension Liability, Beginning	45,682,183	48,485,514	50,890,835	52,932,560
Total Pension Liability, Ending (a)	\$ 48,485,514	\$ 50,890,835	\$ 52,932,560	\$ 56,657,557
<b>Plan Fiduciary Net Position</b>				
Contributions - Employer	\$ 1,569,912	\$ 1,444,357	\$ 1,408,437	\$ 1,071,951
Contributions - Employee	858,839	867,965	833,399	765,684
Net Investment Income	7,325,925	1,596,148	1,418,189	6,172,117
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)	(2,027,403)	(2,365,307)	(2,567,119)
Administrative Expense	(23,410)	(30,371)	(42,315)	(42,243)
Other	0	0	1,747	0
Net Change in Plan Fiduciary Net Position	\$ 7,698,510	\$ 1,850,696	\$ 1,254,150	\$ 5,400,390
Plan Fiduciary Net Position, Beginning	44,047,532	51,746,042	53,596,738	54,850,888
Plan Fiduciary Net Position, Ending (b)	\$ 51,746,042	\$ 53,596,738	\$ 54,850,888	\$ 60,251,278
Net Pension Liability (Asset), Ending (a - b)	\$ (3,260,528)	\$ (2,705,903)	\$ (1,918,328)	\$ (3,593,721)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.72%	105.32%	103.62%	106.34%
Covered Payroll	\$ 17,176,207	\$ 17,092,984	\$ 16,667,904	\$ 15,313,571
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(18.98)%	(15.83)%	(11.51)%	(23.47)%

Note: ten years of data will be presented when available.

Note: data presented includes primary government and non-certified employees of the discretely presented School Department

Exhibit F-2

Roane County, Tennessee  
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on  
Participation in the Public Employee Pension Plan of TCRS  
Primary Government  
For the Fiscal Year Ended June 30

	2016	2017
<b>Total Pension Liability</b>		
Service Cost	\$ 39,738	\$ 81,540
Interest	2,980	8,326
Differences Between Actual and Expected Experience	(11,275)	62,746
Change of Assumptions	0	5,781
Benefit payments, including refunds of employee contributions	0	(3,939)
Net Change in Total Pension Liability	\$ 31,443	\$ 154,454
Total Pension Liability, Beginning	0	31,443
Total Pension Liability, Ending (a)	\$ 31,443	\$ 185,897
<b>Plan Fiduciary Net Position</b>		
Contributions - Employer	\$ 22,707	\$ 95,444
Contributions - Employee	28,384	119,306
Net Investment Income	661	17,055
Benefit Payments, Including Refunds of Employee Contributions	0	(3,939)
Administrative Expense	(2,667)	(9,342)
Net Change in Plan Fiduciary Net Position	\$ 49,085	\$ 218,524
Plan Fiduciary Net Position, Beginning	0	49,085
Plan Fiduciary Net Position, Ending (b)	\$ 49,085	\$ 267,609
Net Pension Liability (Asset), Ending (a - b)	\$ (17,642)	\$ (81,712)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	156.11%	143.96%
Covered Payroll	\$ 567,683	\$ 2,386,092
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(3.11)%	(3.42)%

Note: ten years of data will be presented when available.

Note: data presented includes primary government and non-certified employees of the discretely presented School Department

Exhibit F-3

Roane County, Tennessee  
Schedule of Contributions Based on Participation in the Public  
Employee Pension Plan of TCRS  
Primary Government  
For the Fiscal Year Ended June 30

	2016	2017	2018
Actuarially Determined Contribution	\$ 22,707	\$ 26,963	\$ 140,349
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(22,707)</u>	<u>(95,444)</u>	<u>(140,349)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ (68,481)</u>	<u>\$ 0</u>
Covered Payroll	\$ 567,683	\$ 2,386,092	\$ 3,508,704
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%

Note: ten-year information will be presented when available.

Note: data presented includes the primary government and the non-certified employees of the discretely presented School Department

Exhibit F-4

Roane County, Tennessee  
Schedule of Contributions Based on Participation in the Public  
Employee Legacy Pension Plan of TCRS  
Primary Government  
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018
Actuarially Determined Contribution	\$ 1,569,912	\$ 1,444,357	\$ 1,408,870	\$ 626,325	\$ 603,019
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(1,569,912)</u>	<u>(1,444,357)</u>	<u>(1,408,870)</u>	<u>(1,071,951)</u>	<u>(886,795)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>	<u>(445,626)</u>	<u>(283,776)</u>
Covered Payroll	\$ 17,176,207	\$ 17,092,984	\$ 16,667,904	\$ 15,313,571	\$ 14,779,879
Contributions as a Percentage of Covered Payroll	9.14%	8.45%	8.45%	7.00%	6.00%

Note: ten-year information will be presented when available.

Note: data presented includes the primary government and the non-certified employees of the discretely presented School Department

Exhibit F-5

Roane County, Tennessee  
Schedule of Contributions Based on Participation in the Teacher  
Pension Plan of TCRS  
Discretely Presented Roane County School Department  
For the Fiscal Year Ended June 30

	2015	2016	2017	2018
Contractually Required Contribution	\$ 39,999	\$ 72,060	\$ 123,662	\$ 138,720
Less Contributions in Relation to the Contractually Required Contribution	(39,999)	(72,060)	(123,662)	(138,720)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 999,964	\$ 1,801,492	\$ 3,091,225	\$ 3,467,813
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%

Note: ten years of data will be presented when available.

Exhibit F-6

Roane County, Tennessee  
Schedule of Contributions Based on Participation in the Teacher Legacy  
Pension Plan of TCRS  
Discretely Presented Roane County School Department  
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018
Contractually Required Contribution	\$ 2,438,536	\$ 2,353,733	\$ 2,290,158	\$ 2,202,563	\$ 2,149,244
Less Contributions in Relation to the Contractually Required Contribution	(2,438,536)	(2,353,733)	(2,290,158)	(2,202,563)	(2,149,244)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 27,460,985	\$ 26,036,905	\$ 25,333,638	\$ 24,365,988	\$ 23,673,924
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%

Note: ten years of data will be presented when available.

Exhibit F-7

Roane County, Tennessee  
Schedule of Proportionate Share of the Net Pension Asset  
in the Teacher Pension Plan of TCRS  
Discretely Presented Roane County School Department  
For the Fiscal Year Ended June 30 2018

	2016	2017	2018
School Department's Proportion of the Net Pension Liability/Asset	0.471347%	0.409425%	0.470981%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (19,362)	\$ (42,622)	\$ (124,261)
Covered Payroll	\$ 999,964	\$ 1,801,492	\$ 3,091,225
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	127.46%	121.88%	126.81%

\* The amounts presented were determined as of June 30 of the prior fiscal year.

Note: ten years of data will be presented when available.

Exhibit F-8

Roane County, Tennessee  
Schedule of Proportionate Share of the Net Pension Liability (Asset)  
in the Teacher Legacy Pension Plan of TCRS  
Discretely Presented Roane County School Department  
For the Fiscal Year Ended June 30 2018

	2015	2016	2017	2018
School Department's Proportion of the Net Pension Liability/Asset	0.699644%	0.695522%	0.701801%	0.689287%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (113,689)	\$ 284,911	\$ 4,385,868	\$ (225,523)
Covered Payroll	\$ 27,460,985	\$ 26,036,905	\$ 25,333,638	\$ 24,365,988
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.93)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%	99.81%	97.14%	100.14%

\* The amounts presented were determined as of June 30 of the prior fiscal year.

Note: ten years of data will be presented when available.

Exhibit F-9

Roane County, Tennessee  
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plan  
For the Fiscal Year Ended June 30 \*

	<u>2018</u>
<b>Total OPEB Liability</b>	
Service Cost	\$ 375,515
Interest	129,569
Changes in Benefit Terms	0
Differences Between Actual and Expected Experience	0
Changes in Assumptions or Other Inputs	(227,270)
Benefit Payments	<u>(109,826)</u>
Net Change in Total OPEB Liability	\$ 167,988
Total OPEB Liability, Beginning	<u>4,116,675</u>
 Total OPEB Liability, Ending	 <u><u>\$ 4,284,663</u></u>
 Covered Employee Payroll	 \$ 9,292,726
Net OPEB Liability as a Percentage of Covered Employee Payroll	46.11%

\*The amounts presented were determined as of June 30 of the previous fiscal year.

Note 1: ten years of data will be presented when available.

Note 2. Changes in assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2017	2.92%
2018	3.56%

Note 3: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Roane County, Tennessee  
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan  
Discretely Presented Roane County School Department  
For the Fiscal Year Ended June 30 \*

	<u>2018</u>
<b>Total OPEB Liability</b>	
Service Cost	\$ 676,798
Interest	384,435
Changes in Benefit Terms	0
Differences Between Actual and Expected Experience	0
Changes in Assumptions or Other Inputs	(553,781)
Benefit Payments	<u>(695,825)</u>
Net Change in Total OPEB Liability	\$ (188,373)
Total OPEB Liability, Beginning	<u>12,836,706</u>
 Total OPEB Liability, Ending	 <u>\$ 12,648,333</u>
 Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	 \$ 3,939,146
Employer Proportionate Share of the Total OPEB Liability	8,709,187
 Covered Employee Payroll	 \$ 34,842,445
Net OPEB Liability as a Percentage of Covered Employee Payroll	25.00%

\*Amounts presented were determined as of June 30 of the previous fiscal year.

Note 1: ten years of data will be presented when available.

Note 2. Changes in assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2017	2.92%
2018	3.56%

Note 3: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

**ROANE COUNTY, TENNESSEE**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**For the Year Ended June 30, 2018**

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

*Valuation Date:* Actuarially determined contribution rates for fiscal year 2017 were calculated based on the June 30, 2016, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period	Varies by Year
Asset Valuation	10-Year Smoothed Within a 20% Corridor to Market Value
Inflation	3%
Salary Increases	Graded Salary Ranges from 8.97% to 3.71% Based on Age, Including Inflation
Investment Rate of Return	7.5%, Net of Investment Expense, Including Inflation
Retirement Age	Pattern of Retirement Determined by Experience Study
Mortality	Customized Table Based on Actual Experience Including an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	2.5%

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**COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES**

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# Nonmajor Governmental Funds

## Special Revenue Funds

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Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

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Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions of the Roane County Solid Waste Program other than landfill operations.

Ambulance Service Fund – The Ambulance Service Fund is used to account for transactions of the county ambulance service.

Special Purpose Fund – The Special Purpose Fund is used to account for animal shelter and fire prevention and control transactions.

Drug Control Fund – The Drug Control Fund is used to account for revenues received from drug-related fines, forfeitures, and seizures.

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for transactions related to the operations of the recycling center and transactions for postclosure care cost of the landfill.

Constitutional Officers - Fees Fund – The Constitutional Officers - Fees Fund is used to account for operating expenses paid directly from the fee and commission accounts of the trustee, clerks, register of deeds, and sheriff.

## **Debt Service Fund**

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The Education Debt Service Fund is used to account for the accumulation of resources for, and the payment of long-term debt principal, interest, and related costs of school related debt.

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## **Capital Projects Funds**

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Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

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General Capital Projects Fund – The General Capital Projects Fund accounts for general capital expenditures of the county.

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for road construction and renovations of the county road system.

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2018

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>ASSETS</u>					
Cash	\$ 0	\$ 4,840	\$ 100	\$ 0	\$ 200
Equity in Pooled Cash and Investments	255,023	706,257	476,594	72,678	730,078
Accounts Receivable	0	1,067,875	1,522	0	7,563
Allowance for Uncollectibles	0	(466,103)	0	0	0
Due from Other Governments	121,509	0	23,145	0	0
Due from Other Funds	0	1,050	0	0	2,370
Due from Component Units	0	0	0	0	49
Property Taxes Receivable	0	131,693	463,741	0	395,080
Allowance for Uncollectible Property Taxes	0	(4,668)	(16,418)	0	(14,003)
Total Assets	<u>\$ 376,532</u>	<u>\$ 1,440,944</u>	<u>\$ 948,684</u>	<u>\$ 72,678</u>	<u>\$ 1,121,337</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 23,231	\$ 24,179	\$ 11,620	\$ 346	\$ 11,974
Accrued Payroll	7,458	26,298	5,467	0	3,894
Payroll Deductions Payable	1,929	23,028	8,066	0	3,174
Contracts Payable	0	0	0	0	0
Due to Other Funds	2,370	0	275	0	0
Due to Component Units	1,358	0	0	0	1,006
Total Liabilities	<u>\$ 36,346</u>	<u>\$ 73,505</u>	<u>\$ 25,428</u>	<u>\$ 346</u>	<u>\$ 20,048</u>

(Continued)

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 123,895	\$ 436,327	\$ 0	\$ 371,686
Deferred Delinquent Property Taxes	0	2,866	10,318	0	8,601
Other Deferred/Unavailable Revenue	60,754	432,270	11,572	0	0
Total Deferred Inflows of Resources	<u>\$ 60,754</u>	<u>\$ 559,031</u>	<u>\$ 458,217</u>	<u>\$ 0</u>	<u>\$ 380,287</u>
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 0	\$ 465,039	\$ 72,332	\$ 0
Restricted for Public Health and Welfare	279,432	808,408	0	0	721,002
Restricted for Capital Outlay	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	0
Total Fund Balances	<u>\$ 279,432</u>	<u>\$ 808,408</u>	<u>\$ 465,039</u>	<u>\$ 72,332</u>	<u>\$ 721,002</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 376,532</u>	<u>\$ 1,440,944</u>	<u>\$ 948,684</u>	<u>\$ 72,678</u>	<u>\$ 1,121,337</u>

(Continued)

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds (Cont.)		Debt Service Fund	Capital Projects Funds
	Constitu - tional Officers - Fees	Total	Education Debt Service	General Capital Projects
<u>ASSETS</u>				
Cash	\$ 4,765	\$ 9,905	\$ 0	\$ 0
Equity in Pooled Cash and Investments	0	2,240,630	329,918	2,620,134
Accounts Receivable	1,474	1,078,434	0	24,246
Allowance for Uncollectibles	0	(466,103)	0	0
Due from Other Governments	0	144,654	0	157,178
Due from Other Funds	0	3,420	0	0
Due from Component Units	0	49	0	0
Property Taxes Receivable	0	990,514	263,386	658,466
Allowance for Uncollectible Property Taxes	0	(35,089)	(9,335)	(23,338)
Total Assets	<u>\$ 6,239</u>	<u>\$ 3,966,414</u>	<u>\$ 583,969</u>	<u>\$ 3,436,686</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 0	\$ 71,350	\$ 0	\$ 0
Accrued Payroll	0	43,117	0	0
Payroll Deductions Payable	0	36,197	0	0
Contracts Payable	0	0	0	100,000
Due to Other Funds	6,239	8,884	0	0
Due to Component Units	0	2,364	0	0
Total Liabilities	<u>\$ 6,239</u>	<u>\$ 161,912</u>	<u>\$ 0</u>	<u>\$ 100,000</u>

(Continued)

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds (Cont.)		Debt Service Fund	Capital Projects Funds
	Constitu - tional Officers - Fees	Total	Education Debt Service	General Capital Projects
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 0	\$ 931,908	\$ 247,790	\$ 619,476
Deferred Delinquent Property Taxes	0	21,785	5,752	14,335
Other Deferred/Unavailable Revenue	0	504,596	0	0
Total Deferred Inflows of Resources	\$ 0	\$ 1,458,289	\$ 253,542	\$ 633,811
<u>FUND BALANCES</u>				
Restricted:				
Restricted for Public Safety	\$ 0	\$ 537,371	\$ 0	\$ 0
Restricted for Public Health and Welfare	0	1,808,842	0	0
Restricted for Capital Outlay	0	0	0	2,702,875
Restricted for Debt Service	0	0	330,427	0
Total Fund Balances	\$ 0	\$ 2,346,213	\$ 330,427	\$ 2,702,875
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 6,239	\$ 3,966,414	\$ 583,969	\$ 3,436,686

(Continued)

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Funds</u>		Total Nonmajor Governmental Funds
	Highway Capital Projects	Total	
<u>ASSETS</u>			
Cash	\$ 0	\$ 0	\$ 9,905
Equity in Pooled Cash and Investments	660,929	3,281,063	5,851,611
Accounts Receivable	477	24,723	1,103,157
Allowance for Uncollectibles	0	0	(466,103)
Due from Other Governments	0	157,178	301,832
Due from Other Funds	0	0	3,420
Due from Component Units	0	0	49
Property Taxes Receivable	0	658,466	1,912,366
Allowance for Uncollectible Property Taxes	0	(23,338)	(67,762)
Total Assets	<u>\$ 661,406</u>	<u>\$ 4,098,092</u>	<u>\$ 8,648,475</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 0	\$ 0	\$ 71,350
Accrued Payroll	0	0	43,117
Payroll Deductions Payable	0	0	36,197
Contracts Payable	20,105	120,105	120,105
Due to Other Funds	0	0	8,884
Due to Component Units	0	0	2,364
Total Liabilities	<u>\$ 20,105</u>	<u>\$ 120,105</u>	<u>\$ 282,017</u>

(Continued)

Exhibit G-1

Roane County, Tennessee  
Combining Balance Sheet  
Nonmajor Governmental Funds (Cont.)

DEFERRED INFLOWS OF RESOURCES

Deferred Current Property Taxes  
 Deferred Delinquent Property Taxes  
 Other Deferred/Unavailable Revenue  
 Total Deferred Inflows of Resources

FUND BALANCES

Restricted:

    Restricted for Public Safety  
 Restricted for Public Health and Welfare  
 Restricted for Capital Outlay  
 Restricted for Debt Service  
 Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

<u>Capital Projects Funds</u> <u>(Cont.)</u>		Total Nonmajor Governmental Funds
Highway Capital Projects	Total	
\$ 0	\$ 619,476	\$ 1,799,174
0	14,335	41,872
0	0	504,596
<u>\$ 0</u>	<u>\$ 633,811</u>	<u>\$ 2,345,642</u>
\$ 0	\$ 0	\$ 537,371
0	0	1,808,842
641,301	3,344,176	3,344,176
0	0	330,427
<u>\$ 641,301</u>	<u>\$ 3,344,176</u>	<u>\$ 6,020,816</u>
<u>\$ 661,406</u>	<u>\$ 4,098,092</u>	<u>\$ 8,648,475</u>

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2018

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Revenues</u>					
Local Taxes	\$ 822,128	\$ 134,390	\$ 621,086	\$ 0	\$ 382,214
Fines, Forfeitures, and Penalties	0	0	0	36,634	0
Charges for Current Services	0	2,362,369	20,985	4,000	191,264
Other Local Revenues	0	0	11,668	15,010	270,056
State of Tennessee	200,000	0	102,400	0	33,616
Federal Government	0	0	0	3,832	0
<b>Total Revenues</b>	<b>\$ 1,022,128</b>	<b>\$ 2,496,759</b>	<b>\$ 756,139</b>	<b>\$ 59,476</b>	<b>\$ 877,150</b>
<u>Expenditures</u>					
Current:					
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Public Safety	0	0	387,496	72,765	0
Public Health and Welfare	1,017,403	2,462,391	309,376	0	648,442
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Other Debt Service	0	0	0	0	0
Capital Projects	0	0	0	0	0
<b>Total Expenditures</b>	<b>\$ 1,017,403</b>	<b>\$ 2,462,391</b>	<b>\$ 696,872</b>	<b>\$ 72,765</b>	<b>\$ 648,442</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>\$ 4,725</b>	<b>\$ 34,368</b>	<b>\$ 59,267</b>	<b>\$ (13,289)</b>	<b>\$ 228,708</b>

(Continued)

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Other Financing Sources (Uses)</u>					
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 0	\$ 37,235	\$ 0
Transfers In	0	0	0	0	0
Transfers Out	(130,000)	0	(64,090)	0	(50,000)
Total Other Financing Sources (Uses)	\$ (130,000)	\$ 0	\$ (64,090)	\$ 37,235	\$ (50,000)
Net Change in Fund Balances	\$ (125,275)	\$ 34,368	\$ (4,823)	\$ 23,946	\$ 178,708
Fund Balance, July 1, 2017	404,707	774,040	469,862	48,386	542,294
Fund Balance, June 30, 2018	\$ 279,432	\$ 808,408	\$ 465,039	\$ 72,332	\$ 721,002

(Continued)

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds (Cont.)		Debt Service Fund	Capital Projects Funds
	Constitu - tional Officers - Fees	Total	Education Debt Service	General Capital Projects
<u>Revenues</u>				
Local Taxes	\$ 0	\$ 1,959,818	\$ 224,419	\$ 636,558
Fines, Forfeitures, and Penalties	0	36,634	0	0
Charges for Current Services	363	2,578,981	0	82,037
Other Local Revenues	0	296,734	4,651	250,348
State of Tennessee	0	336,016	0	654,175
Federal Government	0	3,832	0	0
<b>Total Revenues</b>	<b>\$ 363</b>	<b>\$ 5,212,015</b>	<b>\$ 229,070</b>	<b>\$ 1,623,118</b>
<u>Expenditures</u>				
Current:				
Finance	\$ 363	\$ 363	\$ 0	\$ 0
Public Safety	0	460,261	0	0
Public Health and Welfare	0	4,437,612	0	0
Debt Service:				
Principal on Debt	0	0	280,000	0
Interest on Debt	0	0	35,670	0
Other Debt Service	0	0	6,005	0
Capital Projects	0	0	0	2,220,973
<b>Total Expenditures</b>	<b>\$ 363</b>	<b>\$ 4,898,236</b>	<b>\$ 321,675</b>	<b>\$ 2,220,973</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>\$ 0</b>	<b>\$ 313,779</b>	<b>\$ (92,605)</b>	<b>\$ (597,855)</b>

(Continued)

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds (Cont.)		Debt Service Fund	Capital Projects Funds
	Constitu - tional Officers - Fees	Total	Education Debt Service	General Capital Projects
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 0	\$ 37,235	\$ 0	\$ 29,168
Transfers In	0	0	0	694,090
Transfers Out	0	(244,090)	0	0
Total Other Financing Sources (Uses)	\$ 0	\$ (206,855)	\$ 0	\$ 723,258
Net Change in Fund Balances	\$ 0	\$ 106,924	\$ (92,605)	\$ 125,403
Fund Balance, July 1, 2017	0	2,239,289	423,032	2,577,472
Fund Balance, June 30, 2018	\$ 0	\$ 2,346,213	\$ 330,427	\$ 2,702,875

(Continued)

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds (Cont.)

	Capital Projects Funds (Cont.)		Total Nonmajor Governmental Funds
	Highway Capital Projects	Total	
<u>Revenues</u>			
Local Taxes	\$ 0	\$ 636,558	\$ 2,820,795
Fines, Forfeitures, and Penalties	0	0	36,634
Charges for Current Services	0	82,037	2,661,018
Other Local Revenues	2,200	252,548	553,933
State of Tennessee	0	654,175	990,191
Federal Government	0	0	3,832
Total Revenues	<u>\$ 2,200</u>	<u>\$ 1,625,318</u>	<u>\$ 7,066,403</u>
<u>Expenditures</u>			
Current:			
Finance	\$ 0	\$ 0	\$ 363
Public Safety	0	0	460,261
Public Health and Welfare	0	0	4,437,612
Debt Service:			
Principal on Debt	0	0	280,000
Interest on Debt	0	0	35,670
Other Debt Service	0	0	6,005
Capital Projects	353,733	2,574,706	2,574,706
Total Expenditures	<u>\$ 353,733</u>	<u>\$ 2,574,706</u>	<u>\$ 7,794,617</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (351,533)</u>	<u>\$ (949,388)</u>	<u>\$ (728,214)</u>

(Continued)

Exhibit G-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Governmental Funds (Cont.)

	Capital Projects Funds (Cont.)		Total Nonmajor Governmental Funds
	Highway Capital Projects	Total	
<u>Other Financing Sources (Uses)</u>			
Proceeds from Sale of Capital Assets	\$ 11,913	\$ 41,081	\$ 78,316
Transfers In	550,000	1,244,090	1,244,090
Transfers Out	0	0	(244,090)
Total Other Financing Sources (Uses)	<u>\$ 561,913</u>	<u>\$ 1,285,171</u>	<u>\$ 1,078,316</u>
Net Change in Fund Balances	\$ 210,380	\$ 335,783	\$ 350,102
Fund Balance, July 1, 2017	<u>430,921</u>	<u>3,008,393</u>	<u>5,670,714</u>
Fund Balance, June 30, 2018	<u>\$ 641,301</u>	<u>\$ 3,344,176</u>	<u>\$ 6,020,816</u>

Exhibit G-3

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Solid Waste/Sanitation Fund  
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 822,128	\$ 772,800	\$ 772,800	\$ 49,328
State of Tennessee	200,000	200,000	213,200	(13,200)
Total Revenues	<u>\$ 1,022,128</u>	<u>\$ 972,800</u>	<u>\$ 986,000</u>	<u>\$ 36,128</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Convenience Centers	\$ 1,017,403	\$ 1,025,420	\$ 1,061,220	\$ 43,817
Total Expenditures	<u>\$ 1,017,403</u>	<u>\$ 1,025,420</u>	<u>\$ 1,061,220</u>	<u>\$ 43,817</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 4,725</u>	<u>\$ (52,620)</u>	<u>\$ (75,220)</u>	<u>\$ 79,945</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (130,000)	\$ (130,000)	\$ (130,000)	\$ 0
Total Other Financing Sources	<u>\$ (130,000)</u>	<u>\$ (130,000)</u>	<u>\$ (130,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (125,275)	\$ (182,620)	\$ (205,220)	\$ 79,945
Fund Balance, July 1, 2017	<u>404,707</u>	<u>404,706</u>	<u>404,706</u>	<u>1</u>
Fund Balance, June 30, 2018	<u>\$ 279,432</u>	<u>\$ 222,086</u>	<u>\$ 199,486</u>	<u>\$ 79,946</u>

Exhibit G-4

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Ambulance Service Fund  
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 134,390	\$ 125,100	\$ 125,100	\$ 9,290
Charges for Current Services	2,362,369	2,819,528	2,819,528	(457,159)
Total Revenues	<u>\$ 2,496,759</u>	<u>\$ 2,944,628</u>	<u>\$ 2,944,628</u>	<u>\$ (447,869)</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Ambulance/Emergency Medical Services	\$ 2,462,391	\$ 2,683,038	\$ 2,733,038	\$ 270,647
Total Expenditures	<u>\$ 2,462,391</u>	<u>\$ 2,683,038</u>	<u>\$ 2,733,038</u>	<u>\$ 270,647</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 34,368</u>	<u>\$ 261,590</u>	<u>\$ 211,590</u>	<u>\$ (177,222)</u>
Net Change in Fund Balance	\$ 34,368	\$ 261,590	\$ 211,590	\$ (177,222)
Fund Balance, July 1, 2017	<u>774,040</u>	<u>774,038</u>	<u>774,038</u>	<u>2</u>
Fund Balance, June 30, 2018	<u>\$ 808,408</u>	<u>\$ 1,035,628</u>	<u>\$ 985,628</u>	<u>\$ (177,220)</u>

Exhibit G-5

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Special Purpose Fund  
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 621,086	\$ 593,200	\$ 585,700	\$ 35,386
Charges for Current Services	20,985	40,200	19,750	1,235
Other Local Revenues	11,668	5,000	8,000	3,668
State of Tennessee	102,400	103,000	103,000	(600)
Total Revenues	<u>\$ 756,139</u>	<u>\$ 741,400</u>	<u>\$ 716,450</u>	<u>\$ 39,689</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Fire Prevention and Control	\$ 387,496	\$ 559,295	\$ 559,295	\$ 171,799
<u>Public Health and Welfare</u>				
Rabies and Animal Control	309,376	328,592	353,037	43,661
Total Expenditures	<u>\$ 696,872</u>	<u>\$ 887,887</u>	<u>\$ 912,332</u>	<u>\$ 215,460</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 59,267</u>	<u>\$ (146,487)</u>	<u>\$ (195,882)</u>	<u>\$ 255,149</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (64,090)	\$ 0	\$ (64,090)	\$ 0
Total Other Financing Sources	<u>\$ (64,090)</u>	<u>\$ 0</u>	<u>\$ (64,090)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (4,823)	\$ (146,487)	\$ (259,972)	\$ 255,149
Fund Balance, July 1, 2017	<u>469,862</u>	<u>469,863</u>	<u>469,863</u>	<u>(1)</u>
Fund Balance, June 30, 2018	<u>\$ 465,039</u>	<u>\$ 323,376</u>	<u>\$ 209,891</u>	<u>\$ 255,148</u>

Exhibit G-6

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Drug Control Fund  
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 36,634	\$ 27,500	\$ 27,500	\$ 9,134
Charges for Current Services	4,000	0	5,000	(1,000)
Other Local Revenues	15,010	20,100	20,900	(5,890)
Federal Government	3,832	0	4,000	(168)
Total Revenues	<u>\$ 59,476</u>	<u>\$ 47,600</u>	<u>\$ 57,400</u>	<u>\$ 2,076</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Sheriff's Department	\$ 72,765	\$ 49,400	\$ 92,700	\$ 19,935
Total Expenditures	<u>\$ 72,765</u>	<u>\$ 49,400</u>	<u>\$ 92,700</u>	<u>\$ 19,935</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ (13,289)	\$ (1,800)	\$ (35,300)	\$ 22,011
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 37,235	\$ 0	\$ 37,235	\$ 0
Total Other Financing Sources	<u>\$ 37,235</u>	<u>\$ 0</u>	<u>\$ 37,235</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 23,946	\$ (1,800)	\$ 1,935	\$ 22,011
Fund Balance, July 1, 2017	48,386	48,386	48,386	0
Fund Balance, June 30, 2018	<u>\$ 72,332</u>	<u>\$ 46,586</u>	<u>\$ 50,321</u>	<u>\$ 22,011</u>

Exhibit G-7

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Other Special Revenue Fund  
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 382,214	\$ 0	\$ 382,214	\$ 377,500	\$ 377,500	\$ 4,714
Charges for Current Services	191,264	0	191,264	160,000	183,025	8,239
Other Local Revenues	270,056	0	270,056	190,200	230,200	39,856
State of Tennessee	33,616	0	33,616	50,000	50,000	(16,384)
Total Revenues	<u>\$ 877,150</u>	<u>\$ 0</u>	<u>\$ 877,150</u>	<u>\$ 777,700</u>	<u>\$ 840,725</u>	<u>\$ 36,425</u>
<u>Expenditures</u>						
<u>Public Health and Welfare</u>						
Recycling Center	\$ 617,230	\$ 414	\$ 617,644	\$ 769,151	\$ 792,376	\$ 174,732
Postclosure Care Costs	31,212	0	31,212	62,000	62,000	30,788
Total Expenditures	<u>\$ 648,442</u>	<u>\$ 414</u>	<u>\$ 648,856</u>	<u>\$ 831,151</u>	<u>\$ 854,376</u>	<u>\$ 205,520</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 228,708</u>	<u>\$ (414)</u>	<u>\$ 228,294</u>	<u>\$ (53,451)</u>	<u>\$ (13,651)</u>	<u>\$ 241,945</u>
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (50,000)	\$ 0	\$ (50,000)	\$ (50,000)	\$ (50,000)	\$ 0
Total Other Financing Sources	<u>\$ (50,000)</u>	<u>\$ 0</u>	<u>\$ (50,000)</u>	<u>\$ (50,000)</u>	<u>\$ (50,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 178,708	\$ (414)	\$ 178,294	\$ (103,451)	\$ (63,651)	\$ 241,945
Fund Balance, July 1, 2017	<u>542,294</u>	<u>0</u>	<u>542,294</u>	<u>543,182</u>	<u>543,182</u>	<u>(888)</u>
Fund Balance, June 30, 2018	<u>\$ 721,002</u>	<u>\$ (414)</u>	<u>\$ 720,588</u>	<u>\$ 439,731</u>	<u>\$ 479,531</u>	<u>\$ 241,057</u>

Exhibit G-8

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Education Debt Service Fund  
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 224,419	\$ 227,400	\$ 227,400	\$ (2,981)
Other Local Revenues	4,651	500	500	4,151
Total Revenues	<u>\$ 229,070</u>	<u>\$ 227,900</u>	<u>\$ 227,900</u>	<u>\$ 1,170</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 280,000	\$ 280,000	\$ 280,000	\$ 0
<u>Interest on Debt</u>				
Education	35,670	35,670	35,670	0
<u>Other Debt Service</u>				
Education	6,005	6,100	8,100	2,095
Total Expenditures	<u>\$ 321,675</u>	<u>\$ 321,770</u>	<u>\$ 323,770</u>	<u>\$ 2,095</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (92,605)</u>	<u>\$ (93,870)</u>	<u>\$ (95,870)</u>	<u>\$ 3,265</u>
Net Change in Fund Balance	\$ (92,605)	\$ (93,870)	\$ (95,870)	3,265
Fund Balance, July 1, 2017	<u>423,032</u>	<u>423,032</u>	<u>423,032</u>	<u>0</u>
Fund Balance, June 30, 2018	<u>\$ 330,427</u>	<u>\$ 329,162</u>	<u>\$ 327,162</u>	<u>\$ 3,265</u>

Exhibit G-9

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
General Capital Projects Fund  
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 636,558	\$ 635,000	\$ 635,000	\$ 1,558
Charges for Current Services	82,037	60,000	60,000	22,037
Other Local Revenues	250,348	0	221,512	28,836
State of Tennessee	654,175	552,950	1,271,022	(616,847)
Federal Government	0	0	355,813	(355,813)
<b>Total Revenues</b>	<b>\$ 1,623,118</b>	<b>\$ 1,247,950</b>	<b>\$ 2,543,347</b>	<b>\$ (920,229)</b>
<u>Expenditures</u>				
<u>Capital Projects</u>				
General Administration Projects	\$ 346,554	\$ 1,032,000	\$ 1,192,000	\$ 845,446
Administration of Justice Projects	45,064	50,000	50,560	5,496
Public Safety Projects	430,410	535,200	1,849,160	1,418,750
Public Health and Welfare Projects	222,278	158,000	563,934	341,656
Social, Cultural, and Recreation Projects	490,450	430,000	880,735	390,285
Other General Government Projects	686,217	0	836,568	150,351
<b>Total Expenditures</b>	<b>\$ 2,220,973</b>	<b>\$ 2,205,200</b>	<b>\$ 5,372,957</b>	<b>\$ 3,151,984</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ (597,855)	\$ (957,250)	\$ (2,829,610)	\$ 2,231,755
<u>Other Financing Sources (Uses)</u>				
Proceeds from Sale of Capital Assets	\$ 29,168	\$ 0	\$ 0	\$ 29,168
Transfers In	694,090	807,000	694,090	0
Transfers Out	0	(107,000)	0	0
<b>Total Other Financing Sources</b>	<b>\$ 723,258</b>	<b>\$ 700,000</b>	<b>\$ 694,090</b>	<b>\$ 29,168</b>
Net Change in Fund Balance	\$ 125,403	\$ (257,250)	\$ (2,135,520)	\$ 2,260,923
Fund Balance, July 1, 2017	2,577,472	423,032	423,032	2,154,440
<b>Fund Balance, June 30, 2018</b>	<b>\$ 2,702,875</b>	<b>\$ 165,782</b>	<b>\$ (1,712,488)</b>	<b>\$ 4,415,363</b>

# Major Governmental Funds

## Debt Service Funds

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Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

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General Debt Service Fund – The General Debt Service Fund is used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs.

Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the accumulation of resources for the retirement of bonds and notes issued for the construction and improvements of county schools prior to the Harriman City School merger on July 1, 2003.

Exhibit H-1

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
General Debt Service Fund  
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 3,074,610	\$ 2,773,600	\$ 3,060,050	\$ 14,560
Other Local Revenues	231,980	15,000	28,275	203,705
Other Governments and Citizens Groups	98,316	98,316	98,316	0
Total Revenues	<u>\$ 3,404,906</u>	<u>\$ 2,886,916</u>	<u>\$ 3,186,641</u>	<u>\$ 218,265</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 2,140,000	\$ 2,175,000	\$ 2,141,138	\$ 1,138
Highways and Streets	100,000	100,000	100,000	0
Education	98,316	98,316	98,316	0
<u>Interest on Debt</u>				
General Government	732,201	949,966	946,641	214,440
Highways and Streets	16,894	16,894	16,894	0
<u>Other Debt Service</u>				
General Government	196,199	79,700	206,717	10,518
Total Expenditures	<u>\$ 3,283,610</u>	<u>\$ 3,419,876</u>	<u>\$ 3,509,706</u>	<u>\$ 226,096</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 121,296</u>	<u>\$ (532,960)</u>	<u>\$ (323,065)</u>	<u>\$ 444,361</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 8,805,000	\$ 0	\$ 8,805,000	\$ 0
Premiums on Debt Sold	874,438	0	874,439	(1)
Transfers In	116,894	155,219	116,894	0
Payments to Refunded Debt Escrow Agent	(9,661,346)	0	(9,662,659)	1,313
Total Other Financing Sources	<u>\$ 134,986</u>	<u>\$ 155,219</u>	<u>\$ 133,674</u>	<u>\$ 1,312</u>
Net Change in Fund Balance	\$ 256,282	\$ (377,741)	\$ (189,391)	\$ 445,673
Fund Balance, July 1, 2017	1,938,589	1,938,588	1,938,588	1
Fund Balance, June 30, 2018	<u>\$ 2,194,871</u>	<u>\$ 1,560,847</u>	<u>\$ 1,749,197</u>	<u>\$ 445,674</u>

Exhibit H-2

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Rural Debt Service Fund  
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,463,275	\$ 1,484,900	\$ 1,484,900	\$ (21,625)
Other Local Revenues	11,270	3,500	3,500	7,770
Total Revenues	<u>\$ 1,474,545</u>	<u>\$ 1,488,400</u>	<u>\$ 1,488,400</u>	<u>\$ (13,855)</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,550,000	\$ 1,450,000	\$ 1,550,000	\$ 0
<u>Interest on Debt</u>				
Education	177,477	225,430	179,477	2,000
<u>Other Debt Service</u>				
Education	113,428	29,750	116,250	2,822
Total Expenditures	<u>\$ 1,840,905</u>	<u>\$ 1,705,180</u>	<u>\$ 1,845,727</u>	<u>\$ 4,822</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (366,360)</u>	<u>\$ (216,780)</u>	<u>\$ (357,327)</u>	<u>\$ (9,033)</u>
<u>Other Financing Sources (Uses)</u>				
Refunding Debt Issued	\$ 6,450,000	\$ 0	\$ 6,450,000	\$ 0
Payments to Refunded Debt Escrow Agent	(6,450,000)	0	(6,450,000)	0
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Net Change in Fund Balance	<u>\$ (366,360)</u>	<u>\$ (216,780)</u>	<u>\$ (357,327)</u>	<u>\$ (9,033)</u>
Fund Balance, July 1, 2017	<u>959,295</u>	<u>959,040</u>	<u>959,040</u>	<u>255</u>
Fund Balance, June 30, 2018	<u><u>\$ 592,935</u></u>	<u><u>\$ 742,260</u></u>	<u><u>\$ 601,713</u></u>	<u><u>\$ (8,778)</u></u>

# Proprietary Funds

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Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, or other governments, on a cost-reimbursed basis.

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Employee Insurance - Dental Fund – The Employee Insurance - Dental Fund is used to account for the county’s self-insured dental insurance program. Premiums charged to the various county operating funds and employee payroll deductions are placed in this fund for the payment of dental claims of county employees.

Workers’ Compensation Fund – The Workers’ Compensation Fund is used to account for the county’s self-insured workers’ compensation program. Premiums charged to the various county operating funds are placed in this fund for the payment of claims.

Exhibit I-1

Roane County, Tennessee  
Combining Statement of Net Position  
Proprietary Funds  
June 30, 2018

	<u>Internal Service Funds</u>		
	Employee Insurance - Dental	Workers' Compensation	Total Proprietary Funds
<u>ASSETS</u>			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 331,984	\$ 1,272,656	\$ 1,604,640
Accounts Receivable	0	5,902	5,902
Total Assets	<u>\$ 331,984</u>	<u>\$ 1,278,558</u>	<u>\$ 1,610,542</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	\$ 0	\$ 3,610	\$ 3,610
Claims and Judgments Payable	0	707,434	707,434
Total Liabilities	<u>\$ 0</u>	<u>\$ 711,044</u>	<u>\$ 711,044</u>
<u>NET POSITION</u>			
Restricted for Education	\$ 0	\$ 324,819	\$ 324,819
Unrestricted	331,984	242,695	574,679
Total Net Position	<u>\$ 331,984</u>	<u>\$ 567,514</u>	<u>\$ 899,498</u>

Exhibit I-2

Roane County, Tennessee  
Combining Statement of Revenues, Expenses, and  
Changes in Net Position  
Proprietary Funds  
For the Year Ended June 30, 2018

	<u>Internal Service Funds</u>		
	<u>Employee</u>	<u>Workers'</u>	<u>Total</u>
	<u>Insurance -</u>	<u>Compensation</u>	
	<u>Dental</u>		
<u>Operating Revenues</u>			
Self-Insurance Premiums	\$ 664,106	\$ 612,028	\$ 1,276,134
Total Operating Revenues	<u>\$ 664,106</u>	<u>\$ 612,028</u>	<u>\$ 1,276,134</u>
<u>Operating Expenses</u>			
Other Salaries and Wages	\$ 10,569	\$ 0	\$ 10,569
Travel	0	1,842	1,842
Medical Claims	481,749	213,287	695,036
Handling Charges and Administration	39,854	8,355	48,209
Workers' Compensation Insurance	0	140,119	140,119
Total Operating Expenses	<u>\$ 532,172</u>	<u>\$ 363,603</u>	<u>\$ 895,775</u>
Operating Income (Loss)	<u>\$ 131,934</u>	<u>\$ 248,425</u>	<u>\$ 380,359</u>
<u>Nonoperating Revenues (Expenses)</u>			
Investment Income	\$ 2,285	\$ 12,673	\$ 14,958
Total Nonoperating Revenues (Expenses)	<u>\$ 2,285</u>	<u>\$ 12,673</u>	<u>\$ 14,958</u>
Change in Net Position	\$ 134,219	\$ 261,098	\$ 395,317
Net Position, July 1, 2017	<u>197,765</u>	<u>306,416</u>	<u>504,181</u>
Net Position, June 30, 2018	<u><u>\$ 331,984</u></u>	<u><u>\$ 567,514</u></u>	<u><u>\$ 899,498</u></u>

Exhibit I-3

Roane County, Tennessee  
Combining Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2018

	<u>Internal Service Funds</u>		
	<u>Employee Insurance - Dental</u>	<u>Workers' Compen- sation</u>	<u>Total</u>
<u>Cash Flows from Operating Activities</u>			
Receipts for Self-Insurance Premiums	\$ 673,761	\$ 613,506	\$ 1,287,267
Payments for Claims	(481,789)	(492,111)	(973,900)
Payments to Employees	(10,569)	0	(10,569)
Payments for Administrative Costs	(39,854)	(10,180)	(50,034)
Payments to Insurers	0	(140,119)	(140,119)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 141,549</u>	<u>\$ (28,904)</u>	<u>\$ 112,645</u>
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	\$ 2,285	\$ 12,673	\$ 14,958
Net Cash Provided By (Used In) Investing Activities	<u>\$ 2,285</u>	<u>\$ 12,673</u>	<u>\$ 14,958</u>
Increase (Decrease) in Cash	\$ 143,834	\$ (16,231)	\$ 127,603
Cash, July 1, 2017	188,150	1,288,887	1,477,037
Cash, June 30, 2018	<u>\$ 331,984</u>	<u>\$ 1,272,656</u>	<u>\$ 1,604,640</u>
<u>Reconciliation of Operating Income (Loss) to Net</u>			
<u>Cash Provided By (Used In) Operating Activities</u>			
Operating Income (Loss)	\$ 131,934	\$ 248,425	\$ 380,359
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
Changes in Assets and Liabilities:			
(Increase) Decrease in Current Operating Receivables	9,655	1,478	11,133
Increase (Decrease) in Other Current Operating Liabilities	(40)	(278,807)	(278,847)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 141,549</u>	<u>\$ (28,904)</u>	<u>\$ 112,645</u>

# Fiduciary Funds

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Agency Funds are used to account for assets held by the county in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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Cities - Sales Tax Fund – The Cities - Sales Tax Fund is used to account for the second half of the sales tax revenues collected inside incorporated cities of the county. These revenues are received by the county from the State of Tennessee and forwarded to the various cities on a monthly basis.

City School - ADA - Oak Ridge Fund – The City School - ADA - Oak Ridge Fund is used to account for the Oak Ridge city school system's share of education revenues collected by the county, which must be apportioned to the Oak Ridge school system on an average daily attendance basis. These collections are remitted to the Oak Ridge city school system on a monthly basis.

Joint Venture Fund – The Joint Venture Fund is used to account for transactions of the Judicial District Drug Task Force, a joint venture of the various law enforcement agencies of the Ninth Judicial District.

Community Development - Agency Fund – The Community Development - Agency Fund is used to account for transactions dealing with a revolving loan program for local businesses.

Constitutional Officers - Agency Fund – The Constitutional Officers - Agency Fund is used to account for amounts collected in an agency capacity by the county clerk, circuit and general sessions courts clerk, clerk and master, register of deeds, and sheriff. Such collections include amounts due the state, cities, other county funds, litigants, heirs, and others.

District Attorney General Fund – The District Attorney General Fund is used to account for restricted revenue held for the benefit of the Office of District Attorney General.

Exhibit J-1

Roane County, Tennessee  
Combining Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
June 30, 2018

	Agency Funds						Total
	Cities - Sales Tax	City School ADA - Oak Ridge	Joint Venture	Community Development Agency	Constitu - tional Officers - Agency	District Attorney General	
<u>ASSETS</u>							
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,761,564	\$ 0	\$ 1,761,564
Equity in Pooled Cash and Investments	0	3,201	134,819	440,968	0	31,055	610,043
Accounts Receivable	0	0	3,336	0	0	693	4,029
Due from Other Governments	1,172,051	85,972	20,647	0	0	0	1,278,670
Property Taxes Receivable	0	1,035,701	0	0	0	0	1,035,701
Allowance for Uncollectible Property Taxes	0	(36,709)	0	0	0	0	(36,709)
Prepaid Items	0	0	11,221	0	0	0	11,221
Notes Receivable - Long-term	0	0	0	452,967	0	0	452,967
Total Assets	\$ 1,172,051	\$ 1,088,165	\$ 170,023	\$ 893,935	\$ 1,761,564	\$ 31,748	\$ 5,117,486
<u>LIABILITIES</u>							
Accounts Payable	\$ 0	\$ 0	\$ 855	\$ 0	\$ 0	\$ 373	\$ 1,228
Due to Other Funds	0	0	9,455	0	0	0	9,455
Due to Other Taxing Units	1,172,051	1,088,165	0	0	0	0	2,260,216
Due to Litigants, Heirs, and Others	0	0	0	0	1,761,564	31,375	1,792,939
Due to Joint Ventures	0	0	159,713	0	0	0	159,713
Other Current Liabilities	0	0	0	893,935	0	0	893,935
Total Liabilities	\$ 1,172,051	\$ 1,088,165	\$ 170,023	\$ 893,935	\$ 1,761,564	\$ 31,748	\$ 5,117,486

Exhibit J-2

Roane County, Tennessee  
Combining Statement of Changes in Assets and Liabilities - All Agency Funds  
For the Year Ended June 30, 2018

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 6,559,124	\$ 6,559,124	\$ 0
Due from Other Governments	1,104,173	1,172,051	1,104,173	1,172,051
<b>Total Assets</b>	<b>\$ 1,104,173</b>	<b>\$ 7,731,175</b>	<b>\$ 7,663,297</b>	<b>\$ 1,172,051</b>
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,104,173	\$ 7,731,175	\$ 7,663,297	\$ 1,172,051
<b>Total Liabilities</b>	<b>\$ 1,104,173</b>	<b>\$ 7,731,175</b>	<b>\$ 7,663,297</b>	<b>\$ 1,172,051</b>
<u>City School ADA - Oak Ridge Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 1,061	\$ 1,583,038	\$ 1,580,898	\$ 3,201
Accounts Receivable	1,267	0	1,267	0
Due from Other Governments	81,847	85,972	81,847	85,972
Property Taxes Receivable	1,047,549	1,035,701	1,047,549	1,035,701
Allowance for Uncollectible Property Taxes	(39,460)	(36,709)	(39,460)	(36,709)
<b>Total Assets</b>	<b>\$ 1,092,264</b>	<b>\$ 2,668,002</b>	<b>\$ 2,672,101</b>	<b>\$ 1,088,165</b>
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,092,264	\$ 2,668,002	\$ 2,672,101	\$ 1,088,165
<b>Total Liabilities</b>	<b>\$ 1,092,264</b>	<b>\$ 2,668,002</b>	<b>\$ 2,672,101</b>	<b>\$ 1,088,165</b>
<u>Joint Venture - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 139,125	\$ 171,554	\$ 175,860	\$ 134,819
Accounts Receivable	784	3,336	784	3,336
Due from Other Governments	10,684	20,647	10,684	20,647
Due from Other Funds	0	0	0	0
Prepaid Items	11,521	11,221	11,521	11,221
<b>Total Assets</b>	<b>\$ 162,114</b>	<b>\$ 206,758</b>	<b>\$ 198,849</b>	<b>\$ 170,023</b>
<u>Liabilities</u>				
Accounts Payable	\$ 2,501	\$ 855	\$ 2,501	\$ 855
Due to Other Funds	0	9,455	0	9,455
Due to Joint Venture	159,613	196,448	196,348	159,713
<b>Total Liabilities</b>	<b>\$ 162,114</b>	<b>\$ 206,758</b>	<b>\$ 198,849</b>	<b>\$ 170,023</b>

(Continued)

Exhibit J-2

Roane County, Tennessee  
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Cont.)

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Community Development - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 343,798	\$ 189,859	\$ 92,689	\$ 440,968
Notes Receivable - Long-term	561,062	77,460	185,555	452,967
Total Assets	\$ 904,860	\$ 267,319	\$ 278,244	\$ 893,935
<u>Liabilities</u>				
Accounts Payable	\$ 85	\$ 0	\$ 85	\$ 0
Other Current Liabilities	904,775	267,319	278,159	893,935
Total Liabilities	\$ 904,860	\$ 267,319	\$ 278,244	\$ 893,935
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,512,980	\$ 9,204,306	\$ 8,955,722	\$ 1,761,564
Total Assets	\$ 1,512,980	\$ 9,204,306	\$ 8,955,722	\$ 1,761,564
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 1,512,980	\$ 9,204,306	\$ 8,955,722	\$ 1,761,564
Total Liabilities	\$ 1,512,980	\$ 9,204,306	\$ 8,955,722	\$ 1,761,564
<u>District Attorney General</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 28,592	\$ 17,222	\$ 14,759	\$ 31,055
Due from Other Governments	450	0	450	0
Accounts Receivable	0	693	0	693
Total Assets	\$ 29,042	\$ 17,915	\$ 15,209	\$ 31,748
<u>Liabilities</u>				
Accounts Payable	\$ 2,751	\$ 373	\$ 2,751	\$ 373
Due to Other Funds	0	0	0	0
Due to Litigants, Heirs, and Others	26,291	17,542	12,458	31,375
Total Liabilities	\$ 29,042	\$ 17,915	\$ 15,209	\$ 31,748

(Continued)

Exhibit J-2

Roane County, Tennessee  
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Cont.)

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 1,512,980	\$ 9,204,306	\$ 8,955,722	\$ 1,761,564
Equity in Pooled Cash and Investments	512,576	8,520,797	8,423,330	610,043
Accounts Receivable	2,051	4,029	2,051	4,029
Due from Other Governments	1,197,154	1,278,670	1,197,154	1,278,670
Property Taxes Receivable	1,047,549	1,035,701	1,047,549	1,035,701
Allowance for Uncollectible Property Taxes	(39,460)	(36,709)	(39,460)	(36,709)
Prepaid Items	11,521	11,221	11,521	11,221
Notes Receivable -Long-term	561,062	77,460	185,555	452,967
<b>Total Assets</b>	<b>\$ 4,805,433</b>	<b>\$ 20,095,475</b>	<b>\$ 19,783,422</b>	<b>\$ 5,117,486</b>
<u>Liabilities</u>				
Accounts Payable	\$ 5,337	\$ 1,228	\$ 5,337	\$ 1,228
Due to Other Funds	0	9,455	0	9,455
Due to Other Taxing Units	2,196,437	10,399,177	10,335,398	2,260,216
Due to Litigants, Heirs, and Others	1,539,271	9,221,848	8,968,180	1,792,939
Due to Joint Venture	159,613	196,448	196,348	159,713
Other Current Liabilities	904,775	267,319	278,159	893,935
<b>Total Liabilities</b>	<b>\$ 4,805,433</b>	<b>\$ 20,095,475</b>	<b>\$ 19,783,422</b>	<b>\$ 5,117,486</b>

# Roane County School Department

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This section presents combining and individual fund financial statements for the Roane County School Department, a discretely presented component unit. The School Department uses a General Fund, four Special Revenue Funds, and a Capital Projects Fund.

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General Purpose School Fund – The General Purpose School Fund is used to account for general operations of the School Department.

School Federal Projects Fund – The School Federal Projects Fund is used to account for restricted federal revenues, which must be expended on specific education programs.

Central Cafeteria Fund – The Central Cafeteria Fund is used to account for cafeteria operations in each of the schools.

School Transportation Fund – The School Transportation Fund is used to account for student transportation and school bus maintenance.

Extended School Program Fund – The Extended School Program Fund is used to account for transactions related to the Before- and After-School Program.

Education Capital Projects Fund – The Education Capital Projects Fund is used to account for building construction and renovations of the School Department.

Exhibit K-1

Roane County, Tennessee  
Statement of Activities  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2018

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental Activities:</b>					
Instruction	\$ 34,977,933	\$ 10,884	\$ 2,557,822	\$ 130,496	\$ (32,278,731)
Support Services	24,270,739	0	507,318	2,748	(23,760,673)
Operation of Non-instructional Services	4,715,299	999,369	2,996,026	0	(719,904)
<b>Total Governmental Activities</b>	<b>\$ 63,963,971</b>	<b>\$ 1,010,253</b>	<b>\$ 6,061,166</b>	<b>\$ 133,244</b>	<b>\$ (56,759,308)</b>
<b>General Revenues:</b>					
<b>Taxes:</b>					
Property Taxes Levied for General Purposes					\$ 15,823,751
Local Option Sales Taxes					6,925,683
Mixed Drink Tax					12,136
Grants and Contributions Not Restricted for Specific Programs					33,820,696
Unrestricted Investment Income					137,077
Miscellaneous					83,823
<b>Total General Revenues</b>					<b>\$ 56,803,166</b>
Change in Net Position					\$ 43,858
Restatement - See Note I.D.10.					(445,265)
Net Position, July 1, 2017					70,056,943
Net Position, June 30, 2018					<b>\$ 69,655,536</b>

Exhibit K-2

Roane County, Tennessee  
Balance Sheet - Governmental Funds  
Discretely Presented Roane County School Department  
June 30, 2018

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<b><u>ASSETS</u></b>			
Cash	\$ 83,603	\$ 8,749	\$ 92,352
Equity in Pooled Cash and Investments	3,977,336	3,362,679	7,340,015
Accounts Receivable	13,282	41,785	55,067
Due from Other Governments	2,215,281	169,183	2,384,464
Due from Other Funds	27,336	7,397	34,733
Due from Primary Government	0	2,364	2,364
Property Taxes Receivable	15,096,709	1,119,392	16,216,101
Allowance for Uncollectible Property Taxes	(535,085)	(39,676)	(574,761)
Prepaid Items	32,666	13,417	46,083
Total Assets	<u>\$ 20,911,128</u>	<u>\$ 4,685,290</u>	<u>\$ 25,596,418</u>
<b><u>LIABILITIES</u></b>			
Accounts Payable	\$ 200,536	\$ 23,465	\$ 224,001
Accrued Payroll	18,598	71,929	90,527
Due to Other Funds	7,397	27,336	34,733
Due to Primary Government	0	49	49
Other Current Liabilities	68,603	0	68,603
Total Liabilities	<u>\$ 295,134</u>	<u>\$ 122,779</u>	<u>\$ 417,913</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>			
Deferred Current Property Taxes	\$ 14,202,781	\$ 1,053,109	\$ 15,255,890
Deferred Delinquent Property Taxes	328,658	24,511	353,169
Other Deferred/Unavailable Revenue	616,086	0	616,086
Total Deferred Inflows of Resources	<u>\$ 15,147,525</u>	<u>\$ 1,077,620</u>	<u>\$ 16,225,145</u>
<b><u>FUND BALANCES</u></b>			
Nonspendable:			
Prepaid Items	\$ 32,666	\$ 13,417	\$ 46,083
Restricted:			
Restricted for Education	0	1,317,132	1,317,132
Restricted for Capital Outlay	0	782,242	782,242
Committed:			
Committed for Education	180,314	1,372,100	1,552,414
Assigned:			
Assigned for Education	739,876	0	739,876
Unassigned	4,515,613	0	4,515,613
Total Fund Balances	<u>\$ 5,468,469</u>	<u>\$ 3,484,891</u>	<u>\$ 8,953,360</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 20,911,128</u>	<u>\$ 4,685,290</u>	<u>\$ 25,596,418</u>

Exhibit K-3

Roane County, Tennessee  
Reconciliation of the Balance Sheet of Governmental Funds to  
the Statement of Net Position  
Discretely Presented Roane County School Department  
June 30, 2018

Amounts reported for governmental activities in the statement of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit K-2)		\$	8,953,360
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	1,338,172	
Add: construction in progress		608,665	
Add: building and improvements net of accumulated depreciation		61,777,953	
Add: other capital assets net of accumulated depreciation		<u>2,767,510</u>	66,492,300
(2) Long-term liabilities are not due and payable in the current-period and therefore are not reported in the governmental funds.			
Less: OPEB liability	\$	(8,709,187)	
Less: compensated absences payable		<u>(180,163)</u>	(8,889,350)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years.			
Add: deferred outflows of resources related to pensions	\$	5,343,208	
Less: deferred inflows of resources related to pensions		(5,356,415)	
Add: deferred outflows of resources related to OPEB		535,153	
Less: deferred inflows of resources related to OPEB		<u>(342,797)</u>	179,149
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds:			
Add: net pension assets - agent plan (legacy)	\$	1,576,206	
Add: net pension assets - agent plan (hybrid)		24,832	
Add: net pension assets - teacher legacy plan		225,523	
Add: net pension assets - teacher retirement plan		<u>124,261</u>	1,950,822
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>969,255</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>69,655,536</u></u>

Exhibit K-4

Roane County, Tennessee  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Governmental Funds  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2018

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 20,233,044	\$ 2,756,471	\$ 22,989,515
Licenses and Permits	2,783	0	2,783
Charges for Current Services	48,049	951,320	999,369
Other Local Revenues	134,320	65,688	200,008
State of Tennessee	32,603,175	293,227	32,896,402
Federal Government	58,466	7,054,707	7,113,173
Total Revenues	<u>\$ 53,079,837</u>	<u>\$ 11,121,413</u>	<u>\$ 64,201,250</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 33,953,645	\$ 2,657,729	\$ 36,611,374
Support Services	17,920,907	3,567,946	21,488,853
Operation of Non-Instructional Services	979,227	3,799,528	4,778,755
Capital Outlay	81,390	0	81,390
Debt Service:			
Other Debt Service	98,316	0	98,316
Capital Projects	0	1,383,236	1,383,236
Total Expenditures	<u>\$ 53,033,485</u>	<u>\$ 11,408,439</u>	<u>\$ 64,441,924</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 46,352</u>	<u>\$ (287,026)</u>	<u>\$ (240,674)</u>
<u>Other Financing Sources (Uses)</u>			
Insurance Recovery	\$ 9,434	\$ 25,090	\$ 34,524
Transfers In	25,360	846,461	871,821
Transfers Out	(846,461)	(25,360)	(871,821)
Total Other Financing Sources (Uses)	<u>\$ (811,667)</u>	<u>\$ 846,191</u>	<u>\$ 34,524</u>
Net Change in Fund Balances	\$ (765,315)	\$ 559,165	\$ (206,150)
Fund Balance, July 1, 2017	<u>6,233,784</u>	<u>2,925,726</u>	<u>9,159,510</u>
Fund Balance, June 30, 2018	<u>\$ 5,468,469</u>	<u>\$ 3,484,891</u>	<u>\$ 8,953,360</u>

Exhibit K-5

Roane County, Tennessee  
Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Statement of Activities  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2018

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit K-4)		\$ (206,150)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense.		
Add: capital assets purchased in the current period	\$ 934,046	
Less: current-year depreciation expense	<u>(2,914,772)</u>	(1,980,726)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2018	\$ 969,255	
Less: deferred delinquent property taxes and other deferred June 30, 2017	<u>(1,197,200)</u>	(227,945)
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net OPEB liability (net of restatement)	\$ 129,707	
Change in compensated absences	(24,162)	
Change in net pension asset - teacher legacy plan	4,611,392	
Change in net pension asset - teacher retirement plan	81,639	
Change in net pension asset - agent legacy plan	745,762	
Change in net pension asset - agent hybrid plan	20,443	
Change in deferred outflows related to pensions	(3,424,988)	
Change in deferred inflows related to pensions	605,650	
Change in deferred outflows related to OPEB (net of restatement)	56,033	
Change in deferred inflows related to OPEB	<u>(342,797)</u>	<u>2,458,679</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 43,858</u>

Exhibit K-6

Roane County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Roane County School Department  
June 30, 2018

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
<u>ASSETS</u>					
Cash	\$ 249	\$ 6,000	\$ 0	\$ 2,500	\$ 8,749
Equity in Pooled Cash and Investments	390,952	1,320,400	847,710	23,383	2,582,445
Accounts Receivable	0	392	5,618	35,775	41,785
Due from Other Governments	165,857	0	0	3,326	169,183
Due from Other Funds	5,783	0	1,614	0	7,397
Due from Primary Government	0	0	2,364	0	2,364
Property Taxes Receivable	0	0	0	0	0
Allowance for Uncollectible Property Taxes	0	0	0	0	0
Prepaid Items	11,762	1,655	0	0	13,417
Total Assets	<u>\$ 574,603</u>	<u>\$ 1,328,447</u>	<u>\$ 857,306</u>	<u>\$ 64,984</u>	<u>\$ 2,825,340</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 2,239	\$ 9,660	\$ 6,246	\$ 5,232	\$ 23,377
Accrued Payroll	47,004	0	8,733	16,192	71,929
Due to Other Funds	25,360	0	1,976	0	27,336
Due to Primary Government	0	0	49	0	49
Total Liabilities	<u>\$ 74,603</u>	<u>\$ 9,660</u>	<u>\$ 17,004</u>	<u>\$ 21,424</u>	<u>\$ 122,691</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	0	0	0	0
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

Exhibit K-6

Roane County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Roane County School Department (Cont.)

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 11,762	\$ 1,655	\$ 0	\$ 0	\$ 13,417
Restricted:					
Restricted for Education	0	1,317,132	0	0	1,317,132
Restricted for Capital Outlay	0	0	0	0	0
Committed:					
Committed for Education	488,238	0	840,302	43,560	1,372,100
Total Fund Balances	<u>\$ 500,000</u>	<u>\$ 1,318,787</u>	<u>\$ 840,302</u>	<u>\$ 43,560</u>	<u>\$ 2,702,649</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 574,603</u>	<u>\$ 1,328,447</u>	<u>\$ 857,306</u>	<u>\$ 64,984</u>	<u>\$ 2,825,340</u>

(Continued)

Exhibit K-6

Roane County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Roane County School Department (Cont.)

<u>ASSETS</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Cash	\$ 0	\$ 8,749
Equity in Pooled Cash and Investments	780,234	3,362,679
Accounts Receivable	0	41,785
Due from Other Governments	0	169,183
Due from Other Funds	0	7,397
Due from Primary Government	0	2,364
Property Taxes Receivable	1,119,392	1,119,392
Allowance for Uncollectible Property Taxes	(39,676)	(39,676)
Prepaid Items	0	13,417
Total Assets	<u>\$ 1,859,950</u>	<u>\$ 4,685,290</u>
 <u>LIABILITIES</u>		
Accounts Payable	\$ 88	\$ 23,465
Accrued Payroll	0	71,929
Due to Other Funds	0	27,336
Due to Primary Government	0	49
Total Liabilities	<u>\$ 88</u>	<u>\$ 122,779</u>
 <u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	\$ 1,053,109	\$ 1,053,109
Deferred Delinquent Property Taxes	24,511	24,511
Total Deferred Inflows of Resources	<u>\$ 1,077,620</u>	<u>\$ 1,077,620</u>

(Continued)

Exhibit K-6

Roane County, Tennessee  
Combining Balance Sheet - Nonmajor Governmental Funds  
Discretely Presented Roane County School Department (Cont.)

<u>FUND BALANCES</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Nonspendable:		
Prepaid Items	\$ 0	\$ 13,417
Restricted:		
Restricted for Education	0	1,317,132
Restricted for Capital Outlay	782,242	782,242
Committed:		
Committed for Education	0	1,372,100
Total Fund Balances	<u>\$ 782,242</u>	<u>\$ 3,484,891</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,859,950</u>	<u>\$ 4,685,290</u>

Exhibit K-7

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2018

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
<u>Revenues</u>					
Local Taxes	\$ 0	\$ 0	\$ 1,750,000	\$ 0	\$ 1,750,000
Charges for Current Services	0	702,566	92,539	156,215	951,320
Other Local Revenues	0	19,883	37,183	0	57,066
State of Tennessee	0	32,490	250,000	10,737	293,227
Federal Government	4,101,908	2,921,801	0	30,998	7,054,707
<b>Total Revenues</b>	<b>\$ 4,101,908</b>	<b>\$ 3,676,740</b>	<b>\$ 2,129,722</b>	<b>\$ 197,950</b>	<b>\$ 10,106,320</b>
<u>Expenditures</u>					
Current:					
Instruction	\$ 2,657,729	\$ 0	\$ 0	\$ 0	\$ 2,657,729
Support Services	1,416,958	0	2,150,988	0	3,567,946
Operation of Non-Instructional Services	1,861	3,614,081	0	183,586	3,799,528
Capital Projects	0	0	0	0	0
<b>Total Expenditures</b>	<b>\$ 4,076,548</b>	<b>\$ 3,614,081</b>	<b>\$ 2,150,988</b>	<b>\$ 183,586</b>	<b>\$ 10,025,203</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>\$ 25,360</b>	<b>\$ 62,659</b>	<b>\$ (21,266)</b>	<b>\$ 14,364</b>	<b>\$ 81,117</b>
<u>Other Financing Sources (Uses)</u>					
Insurance Recovery	\$ 0	\$ 0	\$ 1,000	\$ 0	\$ 1,000
Transfers In	0	0	0	0	0
Transfers Out	(25,360)	0	0	0	(25,360)
<b>Total Other Financing Sources (Uses)</b>	<b>\$ (25,360)</b>	<b>\$ 0</b>	<b>\$ 1,000</b>	<b>\$ 0</b>	<b>\$ (24,360)</b>

(Continued)

Exhibit K-7

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds  
Discretely Presented Roane County School Department (Cont.)

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
Net Change in Fund Balances	\$ 0	\$ 62,659	\$ (20,266)	\$ 14,364	\$ 56,757
Fund Balance, July 1, 2017	500,000	1,256,128	860,568	29,196	2,645,892
Fund Balance, June 30, 2018	<u>\$ 500,000</u>	<u>\$ 1,318,787</u>	<u>\$ 840,302</u>	<u>\$ 43,560</u>	<u>\$ 2,702,649</u>

(Continued)

Exhibit K-7

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
<u>Revenues</u>		
Local Taxes	\$ 1,006,471	\$ 2,756,471
Charges for Current Services	0	951,320
Other Local Revenues	8,622	65,688
State of Tennessee	0	293,227
Federal Government	0	7,054,707
Total Revenues	<u>\$ 1,015,093</u>	<u>\$ 11,121,413</u>
<u>Expenditures</u>		
Current:		
Instruction	\$ 0	\$ 2,657,729
Support Services	0	3,567,946
Operation of Non-Instructional Services	0	3,799,528
Capital Projects	1,383,236	1,383,236
Total Expenditures	<u>\$ 1,383,236</u>	<u>\$ 11,408,439</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (368,143)</u>	<u>\$ (287,026)</u>
<u>Other Financing Sources (Uses)</u>		
Insurance Recovery	\$ 24,090	\$ 25,090
Transfers In	846,461	846,461
Transfers Out	0	(25,360)
Total Other Financing Sources (Uses)	<u>\$ 870,551</u>	<u>\$ 846,191</u>

(Continued)

Exhibit K-7

Roane County, Tennessee  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
Net Change in Fund Balances	\$ 502,408	\$ 559,165
Fund Balance, July 1, 2017	<u>279,834</u>	<u>2,925,726</u>
Fund Balance, June 30, 2018	<u>\$ 782,242</u>	<u>\$ 3,484,891</u>

Exhibit K-8

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
General Purpose School Fund  
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 20,233,044	\$ 0	\$ 0	\$ 20,233,044	\$ 20,611,500	\$ 20,411,500	\$ (178,456)
Licenses and Permits	2,783	0	0	2,783	2,500	2,500	283
Charges for Current Services	48,049	0	0	48,049	50,000	67,244	(19,195)
Other Local Revenues	134,320	0	0	134,320	1,629,100	1,629,100	(1,494,780)
State of Tennessee	32,603,175	0	0	32,603,175	32,316,751	32,708,843	(105,668)
Federal Government	58,466	0	0	58,466	110,000	110,000	(51,534)
<b>Total Revenues</b>	<b>\$ 53,079,837</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 53,079,837</b>	<b>\$ 54,719,851</b>	<b>\$ 54,929,187</b>	<b>\$ (1,849,350)</b>
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 27,212,066	\$ (222,708)	\$ 40,042	\$ 27,029,400	\$ 27,855,489	\$ 27,705,420	\$ 676,020
Alternative Instruction Program	139,455	0	0	139,455	143,420	143,420	3,965
Special Education Program	4,830,416	0	0	4,830,416	4,929,710	4,963,210	132,794
Career and Technical Education Program	1,771,708	0	46,551	1,818,259	1,735,318	1,882,274	64,015
<u>Support Services</u>							
Attendance	101,147	0	1,430	102,577	136,908	136,908	34,331
Health Services	608,704	0	0	608,704	640,792	646,248	37,544
Other Student Support	1,821,012	0	0	1,821,012	1,825,253	1,868,906	47,894
Regular Instruction Program	1,887,093	(1,738)	0	1,885,355	1,985,068	1,985,068	99,713
Alternative Instruction Program	127,254	0	0	127,254	129,657	129,657	2,403
Special Education Program	955,988	0	0	955,988	1,004,130	1,004,130	48,142
Career and Technical Education Program	176,220	0	0	176,220	184,707	209,267	33,047
Technology	880,395	0	20,591	900,986	953,100	953,100	52,114
Other Programs	271,596	0	0	271,596	0	271,596	0
Board of Education	900,866	(25,625)	21,100	896,341	1,053,712	1,003,556	107,215
Director of Schools	333,469	0	0	333,469	356,514	363,824	30,355
Office of the Principal	4,340,831	0	0	4,340,831	4,485,334	4,490,634	149,803
Fiscal Services	318,807	0	0	318,807	375,345	375,345	56,538
Human Services/Personnel	20,029	0	0	20,029	25,269	25,269	5,240

(Continued)

Exhibit K-8

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Operation of Plant	\$ 3,954,073	\$ (20,565)	\$ 44,520	\$ 3,978,028	\$ 4,306,845	\$ 4,259,845	\$ 281,817
Maintenance of Plant	1,038,187	(4,070)	8,798	1,042,915	1,195,420	1,195,420	152,505
Transportation	185,236	0	0	185,236	227,522	227,522	42,286
<u>Operation of Non-Instructional Services</u>							
Community Services	287,377	0	0	287,377	495,952	322,453	35,076
Early Childhood Education	691,850	0	0	691,850	698,473	698,473	6,623
<u>Capital Outlay</u>							
Regular Capital Outlay	81,390	0	5,569	86,959	105,000	105,000	18,041
<u>Principal on Debt</u>							
Education	0	0	0	0	98,316	0	0
<u>Other Debt Service</u>							
Education	98,316	0	0	98,316	0	98,316	0
Total Expenditures	\$ 53,033,485	\$ (274,706)	\$ 188,601	\$ 52,947,380	\$ 54,947,254	\$ 55,064,861	\$ 2,117,481
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 46,352	\$ 274,706	\$ (188,601)	\$ 132,457	\$ (227,403)	\$ (135,674)	\$ 268,131
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 9,434	\$ 0	\$ 0	\$ 9,434	\$ 0	\$ 2,020	\$ 7,414
Transfers In	25,360	0	0	25,360	29,104	31,804	(6,444)
Transfers Out	(846,461)	0	0	(846,461)	(346,461)	(846,461)	0
Total Other Financing Sources	\$ (811,667)	\$ 0	\$ 0	\$ (811,667)	\$ (317,357)	\$ (812,637)	\$ 970
Net Change in Fund Balance							
Fund Balance, July 1, 2017	\$ (765,315)	\$ 274,706	\$ (188,601)	\$ (679,210)	\$ (544,760)	\$ (948,311)	\$ 269,101
Fund Balance, June 30, 2018	\$ 5,468,469	\$ 0	\$ (188,601)	\$ 5,279,868	\$ 5,424,715	\$ 5,021,164	\$ 258,704

Exhibit K-9

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Discretely Presented Roane County School Department  
School Federal Projects Fund  
For the Year Ended June 30, 2018

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 4,101,908	\$ 4,317,838	\$ 4,763,279	\$ (661,371)
Total Revenues	\$ 4,101,908	\$ 4,317,838	\$ 4,763,279	\$ (661,371)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 1,751,773	\$ 1,600,960	\$ 1,860,078	\$ 108,305
Special Education Program	813,157	1,014,382	999,400	186,243
Career and Technical Education Program	92,799	87,435	92,799	0
<u>Support Services</u>				
Other Student Support	32,587	38,706	40,607	8,020
Regular Instruction Program	405,553	581,145	572,052	166,499
Special Education Program	972,460	966,106	1,155,053	182,593
Career and Technical Education Program	1,158	0	1,158	0
Board of Education	261	0	326	65
Transportation	4,939	0	7,055	2,116
<u>Operation of Non-Instructional Services</u>				
Food Service	1,861	0	2,935	1,074
Total Expenditures	\$ 4,076,548	\$ 4,288,734	\$ 4,731,463	\$ 654,915
Excess (Deficiency) of Revenues Over Expenditures	\$ 25,360	\$ 29,104	\$ 31,816	\$ (6,456)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (25,360)	\$ (29,104)	\$ (31,820)	\$ 6,460
Total Other Financing Sources	\$ (25,360)	\$ (29,104)	\$ (31,820)	\$ 6,460
Net Change in Fund Balance	\$ 0	\$ 0	\$ (4)	\$ 4
Fund Balance, July 1, 2017	500,000	500,000	500,000	0
Fund Balance, June 30, 2018	\$ 500,000	\$ 500,000	\$ 499,996	\$ 4

Exhibit K-10

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
Central Cafeteria Fund  
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 702,566	\$ 0	\$ 0	\$ 702,566	\$ 782,000	\$ 782,000	\$ (79,434)
Other Local Revenues	19,883	0	0	19,883	3,000	8,850	11,033
State of Tennessee	32,490	0	0	32,490	34,500	34,500	(2,010)
Federal Government	2,921,801	0	0	2,921,801	3,025,000	3,046,248	(124,447)
<b>Total Revenues</b>	<b>\$ 3,676,740</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 3,676,740</b>	<b>\$ 3,844,500</b>	<b>\$ 3,871,598</b>	<b>\$ (194,858)</b>
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 3,614,081	\$ (4,525)	\$ 76,565	\$ 3,686,121	\$ 3,944,500	\$ 4,021,598	\$ 335,477
<b>Total Expenditures</b>	<b>\$ 3,614,081</b>	<b>\$ (4,525)</b>	<b>\$ 76,565</b>	<b>\$ 3,686,121</b>	<b>\$ 3,944,500</b>	<b>\$ 4,021,598</b>	<b>\$ 335,477</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ 62,659	\$ 4,525	\$ (76,565)	\$ (9,381)	\$ (100,000)	\$ (150,000)	\$ 140,619
Net Change in Fund Balance	\$ 62,659	\$ 4,525	\$ (76,565)	\$ (9,381)	\$ (100,000)	\$ (150,000)	\$ 140,619
Fund Balance, July 1, 2017	1,256,128	(4,525)	0	1,251,603	1,256,128	1,256,128	(4,525)
<b>Fund Balance, June 30, 2018</b>	<b>\$ 1,318,787</b>	<b>\$ 0</b>	<b>\$ (76,565)</b>	<b>\$ 1,242,222</b>	<b>\$ 1,156,128</b>	<b>\$ 1,106,128</b>	<b>\$ 136,094</b>

Exhibit K-11

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
School Transportation Fund  
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 1,750,000	\$ 0	\$ 0	\$ 1,750,000	\$ 1,750,000	\$ 1,750,000	\$ 0
Charges for Current Services	92,539	0	0	92,539	80,000	80,000	12,539
Other Local Revenues	37,183	0	0	37,183	24,000	24,000	13,183
State of Tennessee	250,000	0	0	250,000	250,000	250,000	0
Total Revenues	\$ 2,129,722	\$ 0	\$ 0	\$ 2,129,722	\$ 2,104,000	\$ 2,104,000	\$ 25,722
<u>Expenditures</u>							
<u>Support Services</u>							
Transportation	\$ 2,150,988	\$ (49,794)	\$ 3,849	\$ 2,105,043	\$ 2,304,000	\$ 2,305,000	\$ 199,957
Total Expenditures	\$ 2,150,988	\$ (49,794)	\$ 3,849	\$ 2,105,043	\$ 2,304,000	\$ 2,305,000	\$ 199,957
Excess (Deficiency) of Revenues Over Expenditures	\$ (21,266)	\$ 49,794	\$ (3,849)	\$ 24,679	\$ (200,000)	\$ (201,000)	\$ 225,679
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 1,000	\$ 0	\$ 0	\$ 1,000	\$ 0	\$ 1,000	\$ 0
Total Other Financing Sources	\$ 1,000	\$ 0	\$ 0	\$ 1,000	\$ 0	\$ 1,000	\$ 0
Net Change in Fund Balance	\$ (20,266)	\$ 49,794	\$ (3,849)	\$ 25,679	\$ (200,000)	\$ (200,000)	\$ 225,679
Fund Balance, July 1, 2017	860,568	(49,794)	0	810,774	817,066	817,066	(6,292)
Fund Balance, June 30, 2018	\$ 840,302	\$ 0	\$ (3,849)	\$ 836,453	\$ 617,066	\$ 617,066	\$ 219,387

Exhibit K-12

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
Extended School Program Fund  
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2017	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 156,215	\$ 0	\$ 0	\$ 156,215	\$ 170,000	\$ 170,000	\$ (13,785)
State of Tennessee	10,737	0	0	10,737	50,000	15,000	(4,263)
Federal Government	30,998	0	0	30,998	0	35,000	(4,002)
Total Revenues	\$ 197,950	\$ 0	\$ 0	\$ 197,950	\$ 220,000	\$ 220,000	\$ (22,050)
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Community Services	\$ 183,586	\$ (4,425)	\$ 4,550	\$ 183,711	\$ 220,000	\$ 220,000	\$ 36,289
Total Expenditures	\$ 183,586	\$ (4,425)	\$ 4,550	\$ 183,711	\$ 220,000	\$ 220,000	\$ 36,289
Excess (Deficiency) of Revenues Over Expenditures	\$ 14,364	\$ 4,425	\$ (4,550)	\$ 14,239	\$ 0	\$ 0	\$ 14,239
Net Change in Fund Balance	\$ 14,364	\$ 4,425	\$ (4,550)	\$ 14,239	\$ 0	\$ 0	\$ 14,239
Fund Balance, July 1, 2017	29,196	(4,425)	0	24,771	29,096	29,096	(4,325)
Fund Balance, June 30, 2018	\$ 43,560	\$ 0	\$ (4,550)	\$ 39,010	\$ 29,096	\$ 29,096	\$ 9,914

Exhibit K-13

Roane County, Tennessee  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Discretely Presented Roane County School Department  
Education Capital Projects Fund  
For the Year Ended June 30, 2018

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,006,471	\$ 0	\$ 1,006,471	\$ 999,600	\$ 999,600	\$ 6,871
Other Local Revenues	8,622	0	8,622	0	8,623	(1)
Total Revenues	\$ 1,015,093	\$ 0	\$ 1,015,093	\$ 999,600	\$ 1,008,223	\$ 6,870
<u>Expenditures</u>						
<u>Capital Projects</u>						
Education Capital Projects	\$ 1,383,236	\$ 74,630	\$ 1,457,866	\$ 1,648,193	\$ 2,118,766	\$ 660,900
Total Expenditures	\$ 1,383,236	\$ 74,630	\$ 1,457,866	\$ 1,648,193	\$ 2,118,766	\$ 660,900
Excess (Deficiency) of Revenues Over Expenditures	\$ (368,143)	\$ (74,630)	\$ (442,773)	\$ (648,593)	\$ (1,110,543)	\$ 667,770
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 24,090	\$ 0	\$ 24,090	\$ 0	\$ 24,090	\$ 0
Transfers In	846,461	0	846,461	346,461	846,461	0
Total Other Financing Sources	\$ 870,551	\$ 0	\$ 870,551	\$ 346,461	\$ 870,551	\$ 0
Net Change in Fund Balance	\$ 502,408	\$ (74,630)	\$ 427,778	\$ (302,132)	\$ (239,992)	\$ 667,770
Fund Balance, July 1, 2017	279,834	0	279,834	279,834	279,834	0
Fund Balance, June 30, 2018	\$ 782,242	\$ (74,630)	\$ 707,612	\$ (22,298)	\$ 39,842	\$ 667,770

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## MISCELLANEOUS SCHEDULES

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Exhibit L-1

Roane County, Tennessee  
Schedule of Changes in Long-term Bonds and Other Loans  
For the Year Ended June 30, 2018

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-17	Issued During Period	Paid and/or Matured During Period	Refunded	Outstanding 6-30-18
<b><u>GOVERNMENTAL ACTIVITIES</u></b>									
<b><u>BONDS PAYABLE</u></b>									
<b><u>Payable through General Debt Service Fund</u></b>									
General Obligation Refunding Bonds, Series 2008A	\$ 9,975,000	3.8 to 4.63 %	6-18-08	5-19-17	\$ 540,000	\$ 0	\$ 40,000	\$ 500,000	\$ 0
General Obligation Refunding Bonds, Series 2008B	7,410,000	3 to 4.1	6-30-08	6-1-22	5,575,000	0	1,525,000	4,050,000	0
General Obligation Refunding Bonds, Series 2009A	5,628,497	2 to 5	4-22-09	6-30-24	2,120,549	0	0	2,120,549	0
General Obligation Refunding Bonds, Series 2010A	3,810,000	2 to 3.75	5-5-10	6-1-25	1,298,595	0	0	1,298,595	0
General Obligation Refunding Bonds, Series 2017A	9,770,000	2 to 2.50	5-19-17	5-1-29	9,770,000	0	200,000	0	9,570,000
General Obligation Refunding Bonds, Series 2017B	1,470,000	2 to 2.50	5-19-17	5-1-24	1,470,000	0	200,000	0	1,270,000
General Obligation Bonds, Series 2009A	2,696,503	2 to 5	4-22-09	6-30-24	1,354,451	0	0	1,354,451	0
General Obligation Bonds, Series 2010A	3,185,000	2 to 3.75	5-5-10	6-1-25	646,405	0	275,000	371,405	0
General Obligation Refunding Bonds, Series 2018	8,805,000	5	3-29-18	6-1-24	0	8,805,000	0	0	8,805,000
<b>Total Payable through General Debt Service Fund</b>					<b>\$ 22,775,000</b>	<b>\$ 8,805,000</b>	<b>\$ 2,240,000</b>	<b>\$ 9,695,000</b>	<b>\$ 19,645,000</b>
<b><u>Payable through Rural Debt Service Fund</u></b>									
Rural School Refunding, Series 2010B	1,180,000	3 to 3.25	5-5-10	6-1-19	\$ 200,000	\$ 0	\$ 200,000	\$ 0	\$ 0
Rural School Refunding, Series 2014	11,435,000	2.8	5-1-14	5-1-22	7,800,000	0	1,350,000	6,450,000	0
Rural School Refunding, Series 2017C	6,450,000	1.67	9-8-17	5-1-22	0	6,450,000	0	0	6,450,000
<b>Total Payable through Rural Debt Service Fund</b>					<b>\$ 8,000,000</b>	<b>\$ 6,450,000</b>	<b>\$ 1,550,000</b>	<b>\$ 6,450,000</b>	<b>\$ 6,450,000</b>
<b><u>Payable through Education Debt Service Fund</u></b>									
Rural School Refunding, Series 2008C	1,600,000	3 to 5	6-30-08	6-2-20	\$ 425,000	\$ 0	\$ 145,000	\$ 0	\$ 280,000
Rural School Bonds, Series 2009B	1,325,000	2 to 3.5	4-22-09	6-30-20	420,000	0	135,000	0	285,000
<b>Total Payable through Education Debt Service Fund</b>					<b>\$ 845,000</b>	<b>\$ 0</b>	<b>\$ 280,000</b>	<b>\$ 0</b>	<b>\$ 565,000</b>
<b>Total Bonds Payable</b>					<b>\$ 31,620,000</b>	<b>\$ 15,255,000</b>	<b>\$ 4,070,000</b>	<b>\$ 16,145,000</b>	<b>\$ 26,660,000</b>

(Continued)

Exhibit L-1

Roane County, Tennessee  
Schedule of Changes in Long-term Bonds and Other Loans (Cont.)

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-17	Issued During Period	Paid and/or Matured During Period	Refunded	Outstanding 6-30-18
<u>GOVERNMENTAL ACTIVITIES (Cont.)</u>									
<u>OTHER LOANS PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
Public Improvement - Blount Co. PBA - B-20-A	\$ 750,000	4.25 to 5 %	6-15-10	6-1-27	\$ 750,000	\$ 0	\$ 0	\$ 0	\$ 750,000
Energy Efficient Incentive School Loan	558,217	0	2-1-12	1-1-22	273,687	0	59,724	0	213,963
Energy Efficient Incentive School Loan	385,910	0	4-1-13	3-1-23	221,894	0	38,592	0	183,302
Total Other Loans Payable					<u>\$ 1,245,581</u>	<u>\$ 0</u>	<u>\$ 98,316</u>	<u>\$ 0</u>	<u>\$ 1,147,265</u>
<u>BUSINESS-TYPE ACTIVITIES</u>									
<u>BONDS PAYABLE</u>									
General Obligation Bonds, Series 2010A	305,000	2 to 3.75	5-5-10	6-1-20	\$ 105,000	\$ 0	\$ 105,000	\$ 0	0
Water and Sewer Revenue and Tax, Series 2000	620,000	4.75	6-20-02	4-20-40	491,421	0	12,258	0	479,163
Total Bonds Payable					<u>\$ 596,421</u>	<u>\$ 0</u>	<u>\$ 117,258</u>	<u>\$ 0</u>	<u>\$ 479,163</u>
<u>OTHER LOANS PAYABLE</u>									
State Revolving Loan Fund	4,387,595	1.77	6-24-11	12-1-35	\$ 4,105,383	\$ 0	\$ 189,252	\$ 0	\$ 3,916,131
Total Other Loans Payable					<u>\$ 4,105,383</u>	<u>\$ 0</u>	<u>\$ 189,252</u>	<u>\$ 0</u>	<u>\$ 3,916,131</u>

Roane County, Tennessee  
Schedule of Long-term Debt Requirements by Year

GOVERNMENTAL ACTIVITIES:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2019	\$ 3,907,000	\$ 889,396	\$ 4,796,396
2020	4,262,000	678,905	4,940,905
2021	3,775,000	535,291	4,310,291
2022	3,741,000	416,985	4,157,985
2023	2,065,000	296,015	2,361,015
2024	2,110,000	226,875	2,336,875
2025	1,400,000	155,500	1,555,500
2026	1,500,000	127,500	1,627,500
2027	1,500,000	93,750	1,593,750
2028	1,200,000	60,000	1,260,000
2029	1,200,000	30,000	1,230,000
Total	\$ 26,660,000	\$ 3,510,217	\$ 30,170,217

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2019	\$ 98,316	\$ 35,437	\$ 133,753
2020	98,316	35,438	133,754
2021	98,316	35,437	133,753
2022	73,383	35,438	108,821
2023	28,934	35,437	64,371
2024	0	35,438	35,438
2025	225,000	35,437	260,437
2026	250,000	24,188	274,188
2027	275,000	11,688	286,688
Total	\$ 1,147,265	\$ 283,938	\$ 1,431,203

(Continued)

Roane County, Tennessee  
Schedule of Long-term Debt Requirements by Year (cont.)

BUSINESS-TYPE ACTIVITIES:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2019	\$ 12,853	\$ 22,487	\$ 35,340
2020	13,477	21,863	35,340
2021	14,131	21,209	35,340
2022	14,817	20,523	35,340
2023	15,537	19,803	35,340
2024	16,291	19,049	35,340
2025	17,082	18,258	35,340
2026	17,911	17,429	35,340
2027	18,781	16,559	35,340
2028	19,692	15,648	35,340
2029	20,648	14,692	35,340
2030	21,651	13,689	35,340
2031	22,702	12,638	35,340
2032	23,804	11,536	35,340
2033	24,960	10,380	35,340
2034	26,171	9,169	35,340
2035	27,442	7,898	35,340
2036	28,774	6,566	35,340
2037	30,171	5,169	35,340
2038	31,636	3,704	35,340
2039	33,172	2,169	35,341
2040	27,460	580	28,040
Total	\$ 479,163	\$ 291,018	\$ 770,181

Year Ending June 30	Other Loans		
	Principal	Interest	Other Fees
2019	\$ 192,624	\$ 67,764	\$ 3,060
2020	196,068	64,320	2,904
2021	199,572	60,816	2,748
2022	203,124	57,264	2,592
2023	206,748	53,640	2,424
2024	210,444	49,944	2,256
2025	214,200	46,188	2,088
2026	218,016	42,372	1,920
2027	221,904	38,484	1,740
2028	225,864	34,524	1,560
2029	229,896	30,492	1,380
2030	234,000	26,388	1,188
2031	238,176	22,212	1,008
2032	242,424	17,964	816
2033	246,756	13,632	612
2034	251,160	9,228	420
2035	255,636	4,752	216
2036	129,519	672	31
Total	\$ 3,916,131	\$ 640,656	\$ 28,963

Exhibit L-3

Roane County, Tennessee  
Schedule of Notes Receivable  
For the Year Ended June 30, 2018

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-18
<u>Community Development - Agency Fund</u>						
Industrial Loan (Revolving)	Dana Audio	\$ 50,000	2/26/03	4/23/10	(1) 3.25 %	\$ 15,381
Industrial Loan (Revolving)	Ideal Plumbing	100,000	1/29/04	3/1/14	(1) 3.04	16,245
Industrial Loan (Revolving)	Mary Gail's Place	32,500	9/30/04	9/30/11	(1) 4.00	24,892
Industrial Loan (Revolving)	Market Street	100,000	10/16/09	10/16/18	4.00	17,126
Industrial Loan (Revolving)	Amazing Brakes (ABCC)	60,000	2/7/11	2/7/21	4.00	18,537
Industrial Loan (Revolving)	Lawn Wizard	25,000	3/25/11	3/25/16	(1) 4.00	17,897
Industrial Loan (Revolving)	Understanding The Way II	60,000	8/30/10	8/30/25	4.00	32,905
Industrial Loan (Revolving)	Kari Openshaw Interiors	75,000	5/4/12	5/4/17	(1) 4.00	53,006
Industrial Loan (Revolving)	Mountains to Lakes Real Estate	100,000	4/24/12	4/24/27	4.00	66,912
Industrial Loan (Revolving)	Simply Sweets	60,000	10/20/14	4/1/30	4.00	53,120
Industrial Loan (Revolving)	Rockwood Revitalization	75,000	12/4/16	5/4/32	4.00	71,906
Industrial Loan (Revolving)	All Teased Up	65,042	7/13/18	12/13/38	4.00	65,042
Total Notes Receivable						<u>\$ 452,967</u>

(1) Payments for these loans were delinquent as of 6-30-18.

Exhibit L-4

Roane County, Tennessee  
Schedule of Transfers  
Primary Government and Discretely Presented Roane County School Department  
For the Year Ended June 30, 2018

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	General Capital Projects	Capital Projects	\$ 450,000
Solid Waste/Sanitation	"	"	130,000
Special Purpose	"	"	64,090
Other Special Revenue	"	"	50,000
Highway/Public Works	General Debt Service	Payment of Debt	116,894
"	Highway Capital Projects	Capital Projects	<u>550,000</u>
Total Transfers Primary Government			<u>\$ 1,360,984</u>
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	\$ 25,360
General Purpose School	Education Capital Projects	Capital projects	<u>846,461</u>
Total Transfers Discretely Presented Roane County School Department			<u>\$ 871,821</u>

Roane County, Tennessee  
Schedule of Salaries and Official Bonds of Principal Officials  
Primary Government and Discretely Presented Roane County School Department  
For the Year Ended June 30, 2018

Official	Authorization of Salary	Salary Paid During Period	Bond	Surety
County Executive	Section 8-24-102, TCA , and County Commission	\$ 111,460 (1)	\$ 100,000	Auto-Owners Insurance Company
Road Superintendent	Section 8-24-102, TCA	89,931 (2)	100,000	The Ohio Casualty Insurance Company
Director of Schools	State Board of Education and Roane County Board of Education	141,000 (3)	100,000	Auto-Owners Insurance Company
Trustee	Section 8-24-102, TCA	81,756	2,101,400	"
Assessor of Property	Section 8-24-102, TCA	81,756	50,000	"
Director of Accounts and Budgets	County Commission	85,114 (4)	100,000	"
County Clerk	Section 8-24-102, TCA	81,756	100,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, TCA	81,756	100,000	"
Clerk and Master	Section 8-24-102, TCA	81,756	100,000	Western Surety Company
Register of Deeds	Section 8-24-102, TCA	81,756	100,000	Auto-Owners Insurance Company
Sheriff	Section 8-24-102, TCA	90,531 (5)	100,000	"
Purchasing Agent	County Commission	66,004 (6)	100,000	RLI Insurance Company
Employee Blanket Bond				
Primary Government			250,000	Travelers Property Casualty Company of America
School Department			150,000	Liberty Mutual Insurance Company - The Netherlands Insurance Company

- (1) Includes \$1,333 for board and committee meetings and \$7,625 salary supplement for serving as sanitation supervisor. Does not include \$1,164 for a phone stipend.
- (2) Does not include \$1,164 for a phone stipend.
- (3) Includes an incentive bonus of \$15,000 and a chief executive officer supplement of \$1,000. Does not include a \$500 (403-b) match.
- (4) Includes \$2,358 for board and committee meetings and an educational incentive payment of \$1,000.
- (5) Includes a law enforcement training supplement of \$600. Does not include a phone stipend of \$1,164.
- (6) Includes an educational incentive payment of \$1,000. Does not include \$1,164 for a phone stipend.

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types  
 For the Year Ended June 30, 2018

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 8,461,071	\$ 0	\$ 120,004	\$ 428,681	\$ 0	\$ 360,032
Trustee's Collections - Prior Year	230,110	0	6,745	13,500	0	10,379
Circuit Clerk/Clerk and Master Collections - Prior Years	241,920	0	6,364	19,131	0	9,527
Interest and Penalty	48,809	14	1,213	2,789	0	2,085
Pickup Taxes	4,484	0	64	382	0	191
Payments in-Lieu-of Taxes - T.V.A.	68,991	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	73,099	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	167,192	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	822,114	0	156,603	0	0
Hotel/Motel Tax	88,818	0	0	0	0	0
Litigation Tax - General	371,843	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	224,075	0	0	0	0	0
Business Tax	634,410	0	0	0	0	0
Mixed Drink Tax	2,746	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	40,543	0	0	0	0	0
Wholesale Beer Tax	178,605	0	0	0	0	0
Total Local Taxes	\$ 10,836,716	\$ 822,128	\$ 134,390	\$ 621,086	\$ 0	\$ 382,214
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 291,701	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Licenses and Permits (Cont.)</u>						
<u>Permits</u>						
Beer Permits	\$ 3,230	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Building Permits	247,814	0	0	0	0	0
<b>Total Licenses and Permits</b>	<b>\$ 542,745</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 3,439	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	6,365	0	0	0	0	0
Drug Control Fines	0	0	0	0	4,921	0
Jail Fees	3,673	0	0	0	0	0
DUI Treatment Fines	332	0	0	0	0	0
Data Entry Fee - Circuit Court	1,105	0	0	0	0	0
Courtroom Security Fee	298	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	13,967	0	0	0	0	0
Fines for Littering	125	0	0	0	0	0
Officers Costs	75,542	0	0	0	0	0
Game and Fish Fines	265	0	0	0	0	0
Drug Control Fines	0	0	0	0	5,634	0
Drug Court Fees	5,411	0	0	0	0	0
Jail Fees	5,448	0	0	0	0	0
DUI Treatment Fines	8,118	0	0	0	0	0
Data Entry Fee - General Sessions Court	18,245	0	0	0	0	0
Courtroom Security Fee	219	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Juvenile Court</u>						
Fines	\$ 37	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Chancery Court</u>						
Officers Costs	2,955	0	0	0	0	0
Data Entry Fee - Chancery Court	10,412	0	0	0	0	0
Courtroom Security Fee	1,000	0	0	0	0	0
<u>Other Courts - In-county</u>						
Game and Fish Fines	95	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	26,079	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	292	0	0	0	0	0
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 157,343</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 36,634</b>	<b>\$ 0</b>
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	40,463
Solid Waste Disposal Fee	0	0	0	0	0	128,333
Surcharge - Waste Tire Disposal	0	0	0	0	0	22,468
Patient Charges	0	0	2,340,599	0	0	0
Past Due Collections - Ambulance	0	0	21,590	0	0	0
Work Release Charges for Board	960	0	0	0	0	0
Other General Service Charges	67,002	0	0	20,985	0	0
<u>Fees</u>						
Recreation Fees	150,906	0	0	0	0	0
Copy Fees	4,335	0	180	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Archives and Records Management Fee	\$ 30,812	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Greenbelt Late Application Fee	400	0	0	0	0	0
Telephone Commissions	86,855	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Data Processing Fee - Register	17,018	0	0	0	0	0
Probation Fees	6,738	0	0	0	0	0
Data Processing Fee - Sheriff	4,094	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	5,250	0	0	0	0	0
Data Processing Fee - County Clerk	2,901	0	0	0	0	0
<u>Education Charges</u>						
Other Charges for Services	237,201	0	0	0	4,000	0
<b>Total Charges for Current Services</b>	<b>\$ 614,472</b>	<b>\$ 0</b>	<b>\$ 2,362,369</b>	<b>\$ 20,985</b>	<b>\$ 4,000</b>	<b>\$ 191,264</b>
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2	\$ 0
Lease/Rentals	8,280	0	0	0	0	0
Sale of Materials and Supplies	0	0	0	0	0	0
Commissary Sales	41,754	0	0	0	0	0
Sale of Recycled Materials	258	0	0	0	288	267,815
Commodity Rebates	1,150	0	0	0	0	0
Miscellaneous Refunds	799	0	0	0	0	0
Expenditure Credits	902	0	0	0	0	170
<u>Nonrecurring Items</u>						
Sale of Equipment	1,063	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Other Local Revenues (Cont.)</u>						
<u>Nonrecurring Items (Cont.)</u>						
Sale of Property	\$ 113,782	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contributions and Gifts	0	0	0	11,668	14,720	2,071
<u>Other Local Revenues</u>						
Other Local Revenues	18,018	0	0	0	0	0
Total Other Local Revenues	\$ 186,006	\$ 0	\$ 0	\$ 11,668	\$ 15,010	\$ 270,056
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 445,354	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	94,332	0	0	0	0	0
General Sessions Court Clerk	431,401	0	0	0	0	0
Clerk and Master	359,298	0	0	0	0	0
Register	239,887	0	0	0	0	0
Sheriff	40,414	0	0	0	0	0
Trustee	922,430	0	0	0	0	0
Total Fees Received From County Officials	\$ 2,533,116	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	0	0	0	0	18,616
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	25,200	0	0	0	0	0
<u>Public Works Grants</u>						
State Aid Program	0	0	0	0	0	0
Litter Program	0	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues</u>						
Income Tax	\$ 90,952	\$ 0	\$ 0	\$ 0	\$ 0	0
Beer Tax	17,839	0	0	0	0	0
Alcoholic Beverage Tax	95,431	0	0	0	0	0
State Revenue Sharing - T.V.A.	753,591	200,000	0	100,000	0	15,000
State Revenue Sharing - Telecommunications	122,305	0	0	0	0	0
Contracted Prisoner Boarding	706,522	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	148,394	0	0	0	0	0
Other State Revenues	14,150	0	0	2,400	0	0
<b>Total State of Tennessee</b>	<b>\$ 1,998,548</b>	<b>\$ 200,000</b>	<b>\$ 0</b>	<b>\$ 102,400</b>	<b>\$ 0</b>	<b>\$ 33,616</b>
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 13,836	\$ 0	\$ 0	\$ 0	\$ 0	0
Disaster Relief	0	0	0	0	0	0
Homeland Security Grants	15,314	0	0	0	0	0
Other Federal through State	197,749	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	125,269	0	0	0	3,832	0
<b>Total Federal Government</b>	<b>\$ 352,168</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 3,832</b>	<b>\$ 0</b>

(Continued)

Exhibit L-6

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Contracted Services	0	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Total	<u>\$ 17,221,114</u>	<u>\$ 1,022,128</u>	<u>\$ 2,496,759</u>	<u>\$ 756,139</u>	<u>\$ 59,476</u>	<u>\$ 877,150</u>

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 0	\$ 1,200,145	\$ 1,740,220	\$ 1,368,367	\$ 209,919	\$ 600,070
Trustee's Collections - Prior Year	0	33,019	48,007	39,810	6,709	16,785
Circuit Clerk/Clerk and Master Collections - Prior Years	0	31,652	45,886	45,886	6,326	15,892
Interest and Penalty	0	6,999	10,141	8,290	1,338	3,493
Pickup Taxes	0	636	922	922	127	318
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	0	0	1,229,434	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	0	0	0	0	0
Hotel/Motel Tax	0	0	0	0	0	0
Litigation Tax - General	0	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0
Business Tax	0	0	0	0	0	0
Mixed Drink Tax	0	0	0	0	0	0
Mineral Severance Tax	0	138,308	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	0	0	0	0	0	0
Wholesale Beer Tax	0	0	0	0	0	0
Total Local Taxes	\$ 0	\$ 1,410,759	\$ 3,074,610	\$ 1,463,275	\$ 224,419	\$ 636,558
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Licenses and Permits (Cont.)</u>						
<u>Permits</u>						
Beer Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Building Permits	0	0	0	0	0	0
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	0	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	0	0	0	0	0	0
Fines for Littering	0	0	0	0	0	0
Officers Costs	0	0	0	0	0	0
Game and Fish Fines	0	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	0
Drug Court Fees	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Juvenile Court</u>						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Chancery Court</u>						
Officers Costs	0	0	0	0	0	0
Data Entry Fee - Chancery Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0
<u>Other Courts - In-county</u>						
Game and Fish Fines	0	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Disposal Fee	0	0	0	0	0	0
Surcharge - Waste Tire Disposal	0	0	0	0	0	0
Patient Charges	0	0	0	0	0	0
Past Due Collections - Ambulance	0	0	0	0	0	0
Work Release Charges for Board	0	0	0	0	0	0
Other General Service Charges	0	0	0	0	0	0
<u>Fees</u>						
Recreation Fees	0	0	0	0	0	82,037
Copy Fees	0	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Archives and Records Management Fee	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Greenbelt Late Application Fee	0	0	0	0	0	0
Telephone Commissions	0	0	0	0	0	0
Constitutional Officers' Fees and Commissions	363	0	0	0	0	0
Data Processing Fee - Register	0	0	0	0	0	0
Probation Fees	0	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0	0
<u>Education Charges</u>						
Other Charges for Services	0	3,650	0	0	0	0
<b>Total Charges for Current Services</b>	<b>\$ 363</b>	<b>\$ 3,650</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 82,037</b>
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 218,267	\$ 11,270	\$ 4,651	\$ 0
Lease/Rentals	0	0	0	0	0	0
Sale of Materials and Supplies	0	18,650	0	0	0	0
Commissary Sales	0	0	0	0	0	0
Sale of Recycled Materials	0	2,996	0	0	0	0
Commodity Rebates	0	0	0	0	0	0
Miscellaneous Refunds	0	181	438	0	0	0
Expenditure Credits	0	0	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	0	10,088	0	0	0	12,275

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Other Local Revenues (Cont.)</u>						
<u>Nonrecurring Items (Cont.)</u>						
Sale of Property	\$ 0	\$ 0	\$ 13,275	\$ 0	\$ 0	\$ 0
Contributions and Gifts	0	51,000	0	0	0	226,496
<u>Other Local Revenues</u>						
Other Local Revenues	0	0	0	0	0	11,577
Total Other Local Revenues	\$ 0	\$ 82,915	\$ 231,980	\$ 11,270	\$ 4,651	\$ 250,348
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	0	0	0	0	0	0
General Sessions Court Clerk	0	0	0	0	0	0
Clerk and Master	0	0	0	0	0	0
Register	0	0	0	0	0	0
Sheriff	0	0	0	0	0	0
Trustee	0	0	0	0	0	0
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	0	0	0	0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	0	0	0	0	0	0
<u>Public Works Grants</u>						
State Aid Program	0	395,926	0	0	0	0
Litter Program	0	65,887	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues</u>						
Income Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Beer Tax	0	0	0	0	0	0
Alcoholic Beverage Tax	0	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0	0
State Revenue Sharing - Telecommunications	0	0	0	0	0	0
Contracted Prisoner Boarding	0	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	2,228,337	0	0	0	0
Petroleum Special Tax	0	35,836	0	0	0	0
Registrar's Salary Supplement	0	0	0	0	0	0
Other State Grants	0	42,528	0	0	0	654,175
Other State Revenues	0	0	0	0	0	0
Total State of Tennessee	\$ 0	\$ 2,768,514	\$ 0	\$ 0	\$ 0	\$ 654,175
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	0	380,741	0	0	0	0
Homeland Security Grants	0	0	0	0	0	0
Other Federal through State	0	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	0	0	0	0	0	0
Total Federal Government	\$ 0	\$ 380,741	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 98,316	\$ 0	\$ 0	\$ 0
Contracted Services	0	12,250	0	0	0	0
Total Other Governments and Citizens Groups	\$ 0	\$ 12,250	\$ 98,316	\$ 0	\$ 0	\$ 0
Total	\$ 363	\$ 4,658,829	\$ 3,404,906	\$ 1,474,545	\$ 229,070	\$ 1,623,118

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Capital Projects Fund		Highway Capital Projects	Total
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$	0	\$	14,488,509
Trustee's Collections - Prior Year		0		405,064
Circuit Clerk/Clerk and Master Collections - Prior Years		0		422,584
Interest and Penalty		0		85,171
Pickup Taxes		0		8,046
Payments in-Lieu-of Taxes - T.V.A.		0		68,991
Payments in-Lieu-of Taxes - Local Utilities		0		73,099
Payments in-Lieu-of Taxes - Other		0		1,396,626
<u>County Local Option Taxes</u>				
Local Option Sales Tax		0		978,717
Hotel/Motel Tax		0		88,818
Litigation Tax - General		0		371,843
Litigation Tax - Jail, Workhouse, or Courthouse		0		224,075
Business Tax		0		634,410
Mixed Drink Tax		0		2,746
Mineral Severance Tax		0		138,308
<u>Statutory Local Taxes</u>				
Bank Excise Tax		0		40,543
Wholesale Beer Tax		0		178,605
Total Local Taxes	\$	0	\$	19,606,155
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Cable TV Franchise	\$	0	\$	291,701

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Capital Projects Fund		Highway Capital Projects	Total
<u>Licenses and Permits (Cont.)</u>				
<u>Permits</u>				
Beer Permits	\$ 0		\$ 0	3,230
Building Permits			0	247,814
Total Licenses and Permits	\$ 0		\$ 0	542,745
<u>Fines, Forfeitures, and Penalties</u>				
<u>Circuit Court</u>				
Fines	\$ 0		\$ 0	3,439
Officers Costs			0	6,365
Drug Control Fines			0	4,921
Jail Fees			0	3,673
DUI Treatment Fines			0	332
Data Entry Fee - Circuit Court			0	1,105
Courtroom Security Fee			0	298
<u>General Sessions Court</u>				
Fines			0	13,967
Fines for Littering			0	125
Officers Costs			0	75,542
Game and Fish Fines			0	265
Drug Control Fines			0	5,634
Drug Court Fees			0	5,411
Jail Fees			0	5,448
DUI Treatment Fines			0	8,118
Data Entry Fee - General Sessions Court			0	18,245
Courtroom Security Fee			0	219

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Capital Projects Fund		Highway Capital Projects	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>Juvenile Court</u>				
Fines	\$	0	\$	37
<u>Chancery Court</u>				
Officers Costs		0		2,955
Data Entry Fee - Chancery Court		0		10,412
Courtroom Security Fee		0		1,000
<u>Other Courts - In-county</u>				
Game and Fish Fines		0		95
<u>Judicial District Drug Program</u>				
Drug Task Force Forfeitures and Seizures		0		26,079
<u>Other Fines, Forfeitures, and Penalties</u>				
Other Fines, Forfeitures, and Penalties		0		292
Total Fines, Forfeitures, and Penalties	\$	0	\$	193,977
<u>Charges for Current Services</u>				
<u>General Service Charges</u>				
Transfer Waste Stations Collection Charge	\$	0	\$	40,463
Solid Waste Disposal Fee		0		128,333
Surcharge - Waste Tire Disposal		0		22,468
Patient Charges		0		2,340,599
Past Due Collections - Ambulance		0		21,590
Work Release Charges for Board		0		960
Other General Service Charges		0		87,987
<u>Fees</u>				
Recreation Fees		0		232,943
Copy Fees		0		4,515

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Capital Projects Fund		Highway Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>				
<u>Fees (Cont.)</u>				
Archives and Records Management Fee	\$ 0	\$		30,812
Greenbelt Late Application Fee	0			400
Telephone Commissions	0			86,855
Constitutional Officers' Fees and Commissions	0			363
Data Processing Fee - Register	0			17,018
Probation Fees	0			6,738
Data Processing Fee - Sheriff	0			4,094
Sexual Offender Registration Fee - Sheriff	0			5,250
Data Processing Fee - County Clerk	0			2,901
<u>Education Charges</u>				
Other Charges for Services	0			244,851
Total Charges for Current Services	\$ 0	\$		3,279,140
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$ 0	\$		234,190
Lease/Rentals	0			8,280
Sale of Materials and Supplies	0			18,650
Commissary Sales	0			41,754
Sale of Recycled Materials	0			271,357
Commodity Rebates	0			1,150
Miscellaneous Refunds	0			1,418
Expenditure Credits	0			1,072
<u>Nonrecurring Items</u>				
Sale of Equipment			2,200	25,626

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		Highway Capital Projects	Total
<u>Other Local Revenues (Cont.)</u>				
<u>Nonrecurring Items (Cont.)</u>				
Sale of Property	\$ 0	\$		127,057
Contributions and Gifts			0	305,955
<u>Other Local Revenues</u>				
Other Local Revenues			0	29,595
Total Other Local Revenues	<u>\$ 2,200</u>	<u>\$</u>		<u>1,066,104</u>
<u>Fees Received From County Officials</u>				
<u>Fees In-Lieu-of Salary</u>				
County Clerk	\$ 0	\$		445,354
Circuit Court Clerk			0	94,332
General Sessions Court Clerk			0	431,401
Clerk and Master			0	359,298
Register			0	239,887
Sheriff			0	40,414
Trustee			0	922,430
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$</u>		<u>2,533,116</u>
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$ 0	\$		9,000
Solid Waste Grants			0	18,616
<u>Public Safety Grants</u>				
Law Enforcement Training Programs			0	25,200
<u>Public Works Grants</u>				
State Aid Program			0	395,926
Litter Program			0	65,887

(Continued)

Exhibit L-6

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types (Cont.)

	Capital Projects Fund		Highway Capital Projects	Total
<u>State of Tennessee (Cont.)</u>				
<u>Other State Revenues</u>				
Income Tax	\$ 0	\$		90,952
Beer Tax	0			17,839
Alcoholic Beverage Tax	0			95,431
State Revenue Sharing - T.V.A.	0			1,068,591
State Revenue Sharing - Telecommunications	0			122,305
Contracted Prisoner Boarding	0			706,522
Gasoline and Motor Fuel Tax	0			2,228,337
Petroleum Special Tax	0			35,836
Registrar's Salary Supplement	0			15,164
Other State Grants	0			845,097
Other State Revenues	0			16,550
Total State of Tennessee	<u>\$ 0</u>	<u>\$</u>		<u>5,757,253</u>
<u>Federal Government</u>				
<u>Federal Through State</u>				
Civil Defense Reimbursement	\$ 0	\$		13,836
Disaster Relief	0			380,741
Homeland Security Grants	0			15,314
Other Federal through State	0			197,749
<u>Direct Federal Revenue</u>				
Other Direct Federal Revenue	0			129,101
Total Federal Government	<u>\$ 0</u>	<u>\$</u>		<u>736,741</u>

(Continued)

Exhibit L-6

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	Highway Capital Projects	Total
<hr/>		
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 0	\$ 98,316
Contracted Services	0	12,250
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 110,566</u>
Total	<u>\$ 2,200</u>	<u>\$ 33,825,797</u>

Exhibit L-7

Roane County, Tennessee  
 Schedule of Detailed Revenues -  
 All Governmental Fund Types  
 Discretely Presented Roane County School Department  
 For the Year Ended June 30, 2018

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transportation	Extended School Program
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 13,749,098	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	380,754	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	369,333	0	0	0	0
Interest and Penalty	80,008	0	0	0	0
Pickup Taxes	7,287	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	269,214	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	5,365,214	0	0	1,750,000	0
Mixed Drink Tax	12,136	0	0	0	0
<b>Total Local Taxes</b>	<b>\$ 20,233,044</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 1,750,000</b>	<b>\$ 0</b>
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 2,783	\$ 0	\$ 0	\$ 0	\$ 0
<b>Total Licenses and Permits</b>	<b>\$ 2,783</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Tuition - Other	\$ 1,500	\$ 0	\$ 0	\$ 0	\$ 0
Lunch Payments - Children	0	0	321,005	0	0
Lunch Payments - Adults	0	0	64,786	0	0
Income from Breakfast	0	0	54,416	0	0
A la Carte Sales	0	0	253,111	0	0
Contract for Instructional Services with Other LEA's	1,516	0	0	0	0

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Receipts from Individual Schools	\$ 26,339	\$ 0	\$ 0	\$ 92,539	\$ 0
Community Service Fees - Children	0	0	0	0	156,215
Other Charges for Services	18,694	0	9,248	0	0
<b>Total Charges for Current Services</b>	<b>\$ 48,049</b>	<b>\$ 0</b>	<b>\$ 702,566</b>	<b>\$ 92,539</b>	<b>\$ 156,215</b>
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 116,272	\$ 0	\$ 10,646	\$ 10,159	\$ 0
Lease/Rentals	480	0	0	0	0
Sale of Gasoline	0	0	0	22,246	0
Sale of Recycled Materials	503	0	0	156	0
Commodity Rebates	0	0	9,217	0	0
Miscellaneous Refunds	3,537	0	0	207	0
<u>Nonrecurring Items</u>					
Sale of Equipment	6,494	0	20	4,370	0
Damages Recovered from Individuals	2,419	0	0	45	0
Contributions and Gifts	2,748	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	1,867	0	0	0	0
<b>Total Other Local Revenues</b>	<b>\$ 134,320</b>	<b>\$ 0</b>	<b>\$ 19,883</b>	<b>\$ 37,183</b>	<b>\$ 0</b>
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 10,737
On-behalf Contributions for OPEB	271,596	0	0	0	0

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program
<u>State of Tennessee (Cont.)</u>					
<u>Health and Welfare Grants</u>					
Health Department Programs	\$ 30,000	\$ 0	\$ 0	\$ 0	\$ 0
<u>State Education Funds</u>					
Basic Education Program	30,128,059	0	0	250,000	0
Early Childhood Education	642,593	0	0	0	0
School Food Service	0	0	32,490	0	0
Other State Education Funds	425,480	0	0	0	0
Career Ladder Program	181,327	0	0	0	0
Vocational Equipment	130,496	0	0	0	0
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	760,000	0	0	0	0
Other State Grants	33,624	0	0	0	0
Total State of Tennessee	<u>\$ 32,603,175</u>	<u>\$ 0</u>	<u>\$ 32,490</u>	<u>\$ 250,000</u>	<u>\$ 10,737</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,920,109	\$ 0	\$ 0
USDA - Commodities	0	0	208,191	0	0
Breakfast	0	0	701,712	0	0
USDA - Other	0	0	91,789	0	30,998
Vocational Education - Basic Grants to States	0	111,858	0	0	0
Title I Grants to Local Education Agencies	0	1,747,614	0	0	0
Special Education - Grants to States	45,039	1,715,256	0	0	0
Special Education Preschool Grants	0	82,310	0	0	0
Rural Education	0	111,120	0	0	0

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
Eisenhower Professional Development State Grants	\$ 0	\$ 231,349	\$ 0	\$ 0	\$ 0
Other Federal through State	0	102,401	0	0	0
<u>Direct Federal Revenue</u>					
Public Law 874 - Maintenance and Operation	13,427	0	0	0	0
Total Federal Government	<u>\$ 58,466</u>	<u>\$ 4,101,908</u>	<u>\$ 2,921,801</u>	<u>\$ 0</u>	<u>\$ 30,998</u>
Total	<u>\$ 53,079,837</u>	<u>\$ 4,101,908</u>	<u>\$ 3,676,740</u>	<u>\$ 2,129,722</u>	<u>\$ 197,950</u>

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>	<u>Education Capital Projects</u>	<u>Total</u>
<u>Local Taxes</u>			
<u>County Property Taxes</u>			
Current Property Tax	\$ 954,152	\$	14,703,250
Trustee's Collections - Prior Year	26,983		407,737
Circuit Clerk/Clerk and Master Collections - Prior Years	19,316		388,649
Interest and Penalty	5,514		85,522
Pickup Taxes	506		7,793
Payments in-Lieu-of Taxes - Local Utilities	0		269,214
<u>County Local Option Taxes</u>			
Local Option Sales Tax	0		7,115,214
Mixed Drink Tax	0		12,136
Total Local Taxes	<u>\$ 1,006,471</u>	<u>\$</u>	<u>22,989,515</u>
<u>Licenses and Permits</u>			
<u>Licenses</u>			
Marriage Licenses	\$ 0	\$	2,783
Total Licenses and Permits	<u>\$ 0</u>	<u>\$</u>	<u>2,783</u>
<u>Charges for Current Services</u>			
<u>Education Charges</u>			
Tuition - Other	\$ 0	\$	1,500
Lunch Payments - Children	0		321,005
Lunch Payments - Adults	0		64,786
Income from Breakfast	0		54,416
A la Carte Sales	0		253,111
Contract for Instructional Services with Other LEA's	0		1,516

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>		<u>Education Capital Projects</u>	<u>Total</u>
<u>Charges for Current Services (Cont.)</u>				
<u>Education Charges (Cont.)</u>				
Receipts from Individual Schools	\$	0	\$	118,878
Community Service Fees - Children		0		156,215
Other Charges for Services		0		27,942
Total Charges for Current Services	\$	0	\$	999,369
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$	0	\$	137,077
Lease/Rentals		0		480
Sale of Gasoline		0		22,246
Sale of Recycled Materials		0		659
Commodity Rebates		0		9,217
Miscellaneous Refunds		8,622		12,366
<u>Nonrecurring Items</u>				
Sale of Equipment		0		10,884
Damages Recovered from Individuals		0		2,464
Contributions and Gifts		0		2,748
<u>Other Local Revenues</u>				
Other Local Revenues		0		1,867
Total Other Local Revenues	\$	8,622	\$	200,008
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$	0	\$	10,737
On-behalf Contributions for OPEB		0		271,596

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<u>State of Tennessee (Cont.)</u>		
<u>Health and Welfare Grants</u>		
Health Department Programs	\$ 0	\$ 30,000
<u>State Education Funds</u>		
Basic Education Program	0	30,378,059
Early Childhood Education	0	642,593
School Food Service	0	32,490
Other State Education Funds	0	425,480
Career Ladder Program	0	181,327
Vocational Equipment	0	130,496
<u>Other State Revenues</u>		
State Revenue Sharing - T.V.A.	0	760,000
Other State Grants	0	33,624
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 32,896,402</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
USDA School Lunch Program	\$ 0	\$ 1,920,109
USDA - Commodities	0	208,191
Breakfast	0	701,712
USDA - Other	0	122,787
Vocational Education - Basic Grants to States	0	111,858
Title I Grants to Local Education Agencies	0	1,747,614
Special Education - Grants to States	0	1,760,295
Special Education Preschool Grants	0	82,310
Rural Education	0	111,120

(Continued)

Exhibit L-7

Roane County, Tennessee  
Schedule of Detailed Revenues -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>		<u>Education Capital Projects</u>	<u>Total</u>
<u>Federal Government (Cont.)</u>				
<u>Federal Through State (Cont.)</u>				
Eisenhower Professional Development State Grants	\$ 0	\$		231,349
Other Federal through State			0	102,401
<u>Direct Federal Revenue</u>				
Public Law 874 - Maintenance and Operation			0	13,427
Total Federal Government	<u>\$ 0</u>	\$		<u>7,113,173</u>
Total	<u>\$ 1,015,093</u>	\$		<u>64,201,250</u>

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
For the Year Ended June 30, 2018

General Fund

General Government

County Commission

Secretary(ies)	\$	1,999	
Board and Committee Members Fees		37,618	
Social Security		3,027	
Pensions		1,520	
Life Insurance		718	
Medical Insurance		63,639	
Dental Insurance		3,856	
Other Fringe Benefits		11	
Advertising		171	
Travel		5,341	
In Service/Staff Development		1,925	
Other Charges		60	
Total County Commission			\$ 119,885

Board of Equalization

Board and Committee Members Fees	\$	7,318	
Social Security		713	
Advertising		113	
Travel		236	
Total Board of Equalization			8,380

Beer Board

Board and Committee Members Fees	\$	562	
Social Security		43	
Pensions		12	
Medical Insurance		11	
Advertising		200	
Total Beer Board			828

Budget and Finance Committee

Board and Committee Members Fees	\$	7,380	
Social Security		556	
Pensions		338	
Life Insurance		2	
Medical Insurance		249	
Dental Insurance		9	
Food Supplies		194	
Total Budget and Finance Committee			8,728

Other Boards and Committees

Board and Committee Members Fees	\$	30,545	
Social Security		2,330	
Pensions		1,141	
Life Insurance		1	
Medical Insurance		155	
Dental Insurance		4	
Other Fringe Benefits		7	
Total Other Boards and Committees			34,183

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Mayor/Executive

County Official/Administrative Officer	\$	102,502	
Assistant(s)		85,953	
Part-time Personnel		7,133	
Educational Incentive - Other County Employees		2,000	
Other Per Diem and Fees		1,164	
Social Security		15,188	
Pensions		13,239	
Life Insurance		256	
Medical Insurance		30,171	
Dental Insurance		1,265	
Other Fringe Benefits		1,434	
Communication		50	
Dues and Memberships		552	
Licenses		416	
Printing, Stationery, and Forms		329	
Rentals		236	
Travel		4,335	
Periodicals		202	
In Service/Staff Development		1,555	
Other Charges		18	
Total County Mayor/Executive			\$ 267,998

County Attorney

County Official/Administrative Officer	\$	98,059	
Social Security		7,468	
Pensions		5,882	
Life Insurance		66	
Medical Insurance		7,012	
Dental Insurance		327	
Legal Services		870	
Travel		420	
In Service/Staff Development		375	
Total County Attorney			120,479

Election Commission

Supervisor/Director	\$	73,580	
Deputy(ies)		66,267	
Mechanic(s)		240	
Part-time Personnel		760	
Election Commission		11,700	
Social Security		11,356	
Pensions		8,375	
Life Insurance		198	
Medical Insurance		18,895	
Dental Insurance		981	
Other Fringe Benefits		1,440	
Advertising		2,278	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Communication	\$	487	
Dues and Memberships		200	
Maintenance Agreements		18,114	
Maintenance and Repair Services - Equipment		140	
Printing, Stationery, and Forms		1,594	
Rentals		132	
Travel		9,442	
Other Contracted Services		3,720	
Data Processing Supplies		1,037	
Library Books/Media		58	
Other Supplies and Materials		126	
In Service/Staff Development		2,450	
Data Processing Equipment		11,590	
Total Election Commission			\$ 245,160

Register of Deeds

County Official/Administrative Officer	\$	81,756	
Deputy(ies)		99,258	
Part-time Personnel		19,289	
Educational Incentive - Other County Employees		3,000	
Social Security		14,602	
Pensions		11,438	
Life Insurance		253	
Medical Insurance		32,898	
Dental Insurance		1,090	
Other Fringe Benefits		640	
Communication		11	
Data Processing Services		1,765	
Dues and Memberships		1,109	
Maintenance Agreements		13,630	
Maintenance and Repair Services - Office Equipment		1,015	
Printing, Stationery, and Forms		1,982	
Rentals		90	
Travel		785	
In Service/Staff Development		300	
Other Charges		53	
Total Register of Deeds			284,964

Planning

Paraprofessionals	\$	87,831	
Board and Committee Members Fees		5,422	
Other Per Diem and Fees		1,200	
Social Security		7,005	
Pensions		5,340	
Life Insurance		132	
Medical Insurance		7,251	
Dental Insurance		627	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Planning (Cont.)

Other Fringe Benefits	\$	960	
Contracts with Government Agencies		13,475	
Maintenance Agreements		6,238	
Postal Charges		304	
Printing, Stationery, and Forms		151	
Travel		1,318	
Data Processing Supplies		1,831	
Uniforms		966	
In Service/Staff Development		1,974	
Other Charges		72	
Data Processing Equipment		2,907	
Total Planning			\$ 145,004

Codes Compliance

Assistant(s)	\$	44,940	
Supervisor/Director		57,770	
Other Salaries and Wages		82,855	
Other Per Diem and Fees		3,392	
Social Security		13,482	
Pensions		11,945	
Life Insurance		331	
Medical Insurance		34,210	
Dental Insurance		1,308	
Other Fringe Benefits		1,440	
Advertising		800	
Communication		461	
Dues and Memberships		270	
Legal Notices, Recording, and Court Costs		526	
Maintenance Agreements		14,394	
Maintenance and Repair Services - Vehicles		2,828	
Postal Charges		304	
Printing, Stationery, and Forms		2,734	
Travel		1,024	
Custodial Supplies		149	
Electricity		1,994	
Food Supplies		14	
Gasoline		6,183	
Natural Gas		415	
Office Supplies		2,874	
Periodicals		157	
Tires and Tubes		592	
Water and Sewer		255	
In Service/Staff Development		2,170	
Other Charges		513	
Data Processing Equipment		3,698	
Furniture and Fixtures		3,730	
Total Codes Compliance			297,758

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Buildings

Foremen	\$	36,652	
Custodial Personnel		50,026	
Maintenance Personnel		33,727	
Part-time Personnel		15,548	
Other Per Diem and Fees		1,164	
Social Security		10,193	
Pensions		7,289	
Life Insurance		264	
Medical Insurance		28,766	
Dental Insurance		1,308	
Other Fringe Benefits		1,680	
Communication		24,461	
Maintenance Agreements		26,437	
Maintenance and Repair Services - Buildings		14,830	
Maintenance and Repair Services - Equipment		28,902	
Maintenance and Repair Services - Vehicles		792	
Travel		630	
Disposal Fees		2,029	
Custodial Supplies		15,422	
Electricity		108,834	
Food Supplies		1,577	
Gasoline		1,728	
Natural Gas		25,673	
Uniforms		414	
Water and Sewer		18,232	
Other Supplies and Materials		9,323	
In Service/Staff Development		300	
Furniture and Fixtures		2,094	
Total County Buildings			\$ 468,295

Other General Administration

Maintenance Agreements	\$	18,357	
Travel		345	
Data Processing Supplies		1,824	
In Service/Staff Development		980	
Data Processing Equipment		4,520	
Total Other General Administration			26,026

Preservation of Records

Assistant(s)	\$	23,133	
Supervisor/Director		36,996	
Part-time Personnel		16,638	
Social Security		5,806	
Pensions		4,300	
Life Insurance		132	
Medical Insurance		14,263	
Dental Insurance		654	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Preservation of Records (Cont.)

Other Fringe Benefits	\$	480	
Electricity		4,000	
Total Preservation of Records			\$ 106,402

Risk Management

Salary Supplements	\$	12,242	
Part-time Personnel		6,950	
Educational Incentive - Other County Employees		1,000	
Social Security		1,519	
Pensions		794	
Life Insurance		15	
Medical Insurance		1,587	
Dental Insurance		74	
Other Fringe Benefits		111	
Dues and Memberships		2,575	
Travel		3,414	
Other Supplies and Materials		1,226	
Building and Contents Insurance		36,303	
Liability Insurance		106,344	
Vehicle and Equipment Insurance		49,292	
Workers' Compensation Insurance		131,280	
Other Self-insured Claims		8,705	
In Service/Staff Development		1,275	
Total Risk Management			364,706

Finance

Accounting and Budgeting

Supervisor/Director	\$	81,756	
Accountants/Bookkeepers		250,461	
Educational Incentive - Other County Employees		6,000	
Social Security		24,752	
Pensions		22,255	
Life Insurance		535	
Medical Insurance		71,270	
Dental Insurance		2,643	
Other Fringe Benefits		3,107	
Communication		70	
Dues and Memberships		412	
Maintenance Agreements		3,750	
Printing, Stationery, and Forms		1,723	
Travel		4,462	
In Service/Staff Development		1,780	
Data Processing Equipment		420	
Furniture and Fixtures		2,500	
Total Accounting and Budgeting			477,896

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Purchasing

Supervisor/Director	\$	65,004	
Purchasing Personnel		63,085	
Part-time Personnel		7,806	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		1,164	
Social Security		10,091	
Pensions		7,810	
Life Insurance		198	
Medical Insurance		10,986	
Dental Insurance		981	
Other Fringe Benefits		1,441	
Advertising		2,256	
Communication		30	
Dues and Memberships		408	
Maintenance Agreements		3,507	
Travel		3,384	
Premiums on Corporate Surety Bonds		197	
In Service/Staff Development		3,396	
Data Processing Equipment		1,179	
Total Purchasing			\$ 183,923

Property Assessor's Office

County Official/Administrative Officer	\$	81,756	
Assistant(s)		82,630	
Paraprofessionals		120,986	
Other Per Diem and Fees		1,787	
Social Security		21,440	
Pensions		19,587	
Life Insurance		473	
Medical Insurance		48,583	
Dental Insurance		2,339	
Unemployment Compensation		3,156	
Other Fringe Benefits		2,157	
Communication		2,113	
Contracts with Government Agencies		21,590	
Contracts with Private Agencies		13,708	
Dues and Memberships		2,800	
Maintenance and Repair Services - Office Equipment		5,185	
Printing, Stationery, and Forms		1,219	
Travel		3,581	
Gasoline		2,909	
Other Supplies and Materials		1,527	
In Service/Staff Development		1,930	
Data Processing Equipment		6,808	
Office Equipment		406	
Total Property Assessor's Office			448,670

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Reappraisal Program

Data Processing Personnel	\$	28,174	
Paraprofessionals		61,241	
Social Security		6,274	
Pensions		6,627	
Life Insurance		177	
Medical Insurance		11,678	
Dental Insurance		875	
Other Fringe Benefits		483	
Maintenance and Repair Services - Office Equipment		1,766	
Maintenance and Repair Services - Vehicles		488	
Other Charges		122	
Total Reappraisal Program			\$ 117,905

County Trustee's Office

County Official/Administrative Officer	\$	81,756	
Deputy(ies)		96,579	
Part-time Personnel		15,091	
Social Security		14,626	
Pensions		11,573	
Life Insurance		265	
Medical Insurance		28,818	
Dental Insurance		1,308	
Other Fringe Benefits		960	
Communication		5	
Contracts with Government Agencies		8,363	
Dues and Memberships		799	
Maintenance Agreements		12,504	
Postal Charges		9,600	
Printing, Stationery, and Forms		7,681	
Rentals		132	
Data Processing Supplies		2,346	
Data Processing Equipment		8,356	
Furniture and Fixtures		1,380	
Total County Trustee's Office			302,142

County Clerk's Office

County Official/Administrative Officer	\$	81,756	
Deputy(ies)		300,593	
Part-time Personnel		18,556	
Educational Incentive - Other County Employees		5,000	
Social Security		30,284	
Pensions		23,420	
Life Insurance		654	
Medical Insurance		55,801	
Dental Insurance		2,901	
Other Fringe Benefits		3,589	
Advertising		30	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Communication	\$	137	
Dues and Memberships		1,316	
Maintenance Agreements		30,416	
Maintenance and Repair Services - Office Equipment		648	
Printing, Stationery, and Forms		4,315	
Rentals		236	
Travel		1,352	
Office Supplies		77	
Periodicals		58	
Other Supplies and Materials		3,167	
In Service/Staff Development		600	
Furniture and Fixtures		2,114	
Total County Clerk's Office			\$ 567,020

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	81,756	
Deputy(ies)		100,453	
Social Security		12,868	
Pensions		10,926	
Life Insurance		265	
Medical Insurance		34,243	
Dental Insurance		1,308	
Other Fringe Benefits		1,440	
Communication		35	
Dues and Memberships		759	
Maintenance Agreements		1,264	
Printing, Stationery, and Forms		2,434	
Travel		475	
Data Processing Supplies		247	
Office Supplies		894	
In Service/Staff Development		598	
Furniture and Fixtures		577	
Total Circuit Court			250,542

General Sessions Court

Deputy(ies)	\$	291,273
Part-time Personnel		4,764
Educational Incentive - Other County Employees		1,000
Social Security		20,938
Pensions		18,930
Life Insurance		651
Medical Insurance		68,363
Dental Insurance		2,864
Other Fringe Benefits		2,885
Communication		140
Dues and Memberships		125

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Court (Cont.)

Maintenance Agreements	\$	20,668	
Postal Charges		24	
Printing, Stationery, and Forms		5,515	
Travel		932	
Data Processing Supplies		613	
Office Supplies		1,067	
In Service/Staff Development		960	
Access Fees		1,798	
Data Processing Equipment		1,538	
Furniture and Fixtures		1,892	
Total General Sessions Court			\$ 446,940

General Sessions Judge

Judge(s)	\$	326,864	
Paraprofessionals		88,411	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		4,856	
Social Security		27,421	
Pensions		30,198	
Life Insurance		265	
Medical Insurance		34,116	
Dental Insurance		1,308	
Other Fringe Benefits		720	
Contracts with Government Agencies		300	
Contracts with Private Agencies		46,048	
Dues and Memberships		644	
Maintenance Agreements		350	
Printing, Stationery, and Forms		925	
Travel		8,738	
Library Books/Media		2,270	
In Service/Staff Development		2,010	
Data Processing Equipment		1,634	
Total General Sessions Judge			578,078

Drug Court

Supervisor/Director	\$	34,320	
Social Security		2,589	
Pensions		3,086	
Life Insurance		66	
Medical Insurance		7,251	
Dental Insurance		327	
Contracts with Private Agencies		117,605	
Travel		7,025	
Other Contracted Services		3,889	
In Service/Staff Development		1,414	
Other Charges		746	
Total Drug Court			178,318

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court

County Official/Administrative Officer	\$	81,756	
Deputy(ies)		130,454	
Part-time Personnel		27,915	
Overtime Pay		3,978	
Social Security		17,807	
Pensions		13,906	
Life Insurance		328	
Medical Insurance		40,897	
Dental Insurance		1,607	
Other Fringe Benefits		1,340	
Communication		47	
Dues and Memberships		959	
Maintenance Agreements		13,509	
Printing, Stationery, and Forms		3,985	
Rentals		135	
Travel		863	
Periodicals		454	
Other Supplies and Materials		3,036	
Premiums on Corporate Surety Bonds		350	
In Service/Staff Development		235	
Data Processing Equipment		2,666	
Total Chancery Court			\$ 346,227

Juvenile Court

Assistant(s)	\$	46,659
Supervisor/Director		46,659
Youth Service Officer(s)		116,205
Attendants		8,848
Overtime Pay		30,942
Other Per Diem and Fees		6,028
Social Security		17,927
Pensions		15,435
Life Insurance		347
Medical Insurance		48,092
Dental Insurance		1,716
Other Fringe Benefits		2,000
Communication		4,020
Contracts with Private Agencies		3,850
Dues and Memberships		575
Evaluation and Testing		5,325
Maintenance Agreements		2,444
Maintenance and Repair Services - Buildings		5,498
Maintenance and Repair Services - Office Equipment		1,695
Maintenance and Repair Services - Vehicles		6,370
Medical and Dental Services		1,996
Printing, Stationery, and Forms		2,037
Travel		8,058

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Other Contracted Services	\$	8,772	
Data Processing Supplies		1,600	
Food Supplies		255	
Gasoline		6,729	
Library Books/Media		1,817	
Tires and Tubes		879	
Uniforms		2,000	
Premiums on Corporate Surety Bonds		500	
Other Charges		4,825	
Furniture and Fixtures		4,410	
Total Juvenile Court			\$ 414,513

Other Administration of Justice

Jury and Witness Expense	\$	7,204	
Advertising		325	
Food Supplies		2,726	
Total Other Administration of Justice			10,255

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	89,931	
Assistant(s)		65,001	
Deputy(ies)		1,310,283	
Salary Supplements		27,900	
Foremen		130,753	
Part-time Personnel		54,130	
School Resource Officer		220,867	
Overtime Pay		178,494	
Other Per Diem and Fees		13,563	
Social Security		149,961	
Pensions		118,755	
Life Insurance		2,753	
Medical Insurance		353,333	
Dental Insurance		13,743	
Other Fringe Benefits		12,316	
Communication		23,946	
Contracts with Government Agencies		47,347	
Dues and Memberships		4,858	
Licenses		84	
Maintenance Agreements		83,331	
Maintenance and Repair Services - Buildings		117	
Maintenance and Repair Services - Vehicles		42,274	
Postal Charges		89	
Printing, Stationery, and Forms		4,308	
Travel		13,762	
Veterinary Services		511	
Other Contracted Services		6,667	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Animal Food and Supplies	\$	598	
Diesel Fuel		3,628	
Electricity		2,876	
Gasoline		136,670	
Law Enforcement Supplies		39,077	
Library Books/Media		325	
Tires and Tubes		25,016	
Uniforms		12,264	
Other Supplies and Materials		5,066	
Other Self-insured Claims		482	
In Service/Staff Development		24,056	
Other Charges		35,314	
Data Processing Equipment		4,864	
Law Enforcement Equipment		29,772	
Office Equipment		1,992	
Other Equipment		19,931	
Total Sheriff's Department			\$ 3,311,008

Jail

Guards	\$	1,210,472
Part-time Personnel		67,592
Overtime Pay		147,622
Other Per Diem and Fees		4,728
Social Security		103,883
Pensions		104,188
Life Insurance		2,233
Medical Insurance		243,999
Dental Insurance		10,196
Unemployment Compensation		7,150
Other Fringe Benefits		4,497
Communication		479
Maintenance Agreements		28,479
Maintenance and Repair Services - Buildings		26,200
Maintenance and Repair Services - Equipment		13,643
Maintenance and Repair Services - Vehicles		2,254
Medical and Dental Services		574,721
Printing, Stationery, and Forms		2,609
Travel		6,787
Disposal Fees		6,086
Custodial Supplies		58,872
Electricity		67,903
Food Preparation Supplies		4,127
Food Supplies		266,953
Gasoline		11,465
Law Enforcement Supplies		439
Library Books/Media		3,595
Natural Gas		38,765

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Prisoners Clothing	\$	35,474	
Tires and Tubes		1,281	
Uniforms		7,981	
Water and Sewer		96,505	
Other Supplies and Materials		4,069	
In Service/Staff Development		6,894	
Other Equipment		13,221	
Total Jail			\$ 3,185,362

Civil Defense

Assistant(s)	\$	71,795	
Supervisor/Director		41,841	
Salary Supplements		5,000	
Part-time Personnel		23,967	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		3,852	
Social Security		11,654	
Pensions		7,330	
Life Insurance		184	
Medical Insurance		22,030	
Dental Insurance		907	
Other Fringe Benefits		1,329	
Communication		9,092	
Contracts with Private Agencies		15,452	
Dues and Memberships		245	
Operating Lease Payments		19,800	
Maintenance Agreements		9,768	
Maintenance and Repair Services - Buildings		1,362	
Maintenance and Repair Services - Equipment		1,869	
Maintenance and Repair Services - Vehicles		19,480	
Postal Charges		15	
Travel		3,411	
Custodial Supplies		621	
Diesel Fuel		4,643	
Electricity		551	
Gasoline		2,348	
Instructional Supplies and Materials		237	
Small Tools		1,060	
Tires and Tubes		2,761	
Uniforms		322	
Water and Sewer		389	
Other Supplies and Materials		11,275	
In Service/Staff Development		4,895	
Other Charges		6,290	
Communication Equipment		18,430	
Total Civil Defense			325,205

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Other Emergency Management

Contracts with Government Agencies	\$ 406,292	
Total Other Emergency Management		\$ 406,292

County Coroner/Medical Examiner

Contracts with Private Agencies	\$ 32,475	
Other Charges	52,306	
Communication Equipment	2,813	
Total County Coroner/Medical Examiner		87,594

Public Health and Welfare

Local Health Center

Maintenance Personnel	\$ 34,085	
Part-time Personnel	9,579	
Other Per Diem and Fees	349	
Social Security	3,256	
Pensions	2,065	
Life Insurance	66	
Medical Insurance	7,251	
Dental Insurance	327	
Other Fringe Benefits	480	
Advertising	199	
Communication	7,683	
Dues and Memberships	645	
Maintenance Agreements	4,054	
Maintenance and Repair Services - Buildings	9,476	
Maintenance and Repair Services - Equipment	1,126	
Travel	838	
Disposal Fees	1,020	
Custodial Supplies	1,984	
Drugs and Medical Supplies	2,589	
Electricity	34,278	
Gasoline	569	
Natural Gas	4,074	
Office Supplies	3,703	
Periodicals	180	
Water and Sewer	2,636	
In Service/Staff Development	495	
Other Charges	2,233	
Total Local Health Center		135,240

Other Local Health Services

Assistant(s)	\$ 71,773	
Medical Personnel	52,187	
Part-time Personnel	992	
Social Security	8,341	
Pensions	9,557	
Life Insurance	309	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Local Health Services (Cont.)

Medical Insurance	\$	30,824	
Dental Insurance		1,525	
Other Fringe Benefits		560	
Travel		2,702	
Liability Insurance		265	
Workers' Compensation Insurance		2,760	
Other Charges		5,601	
Total Other Local Health Services			\$ 187,396

Appropriation to State

Other Contracted Services	\$	51,601	
Other Charges		313	
Total Appropriation to State			51,914

Other Local Welfare Services

Contributions	\$	110,870	
Other Capital Outlay		16,000	
Total Other Local Welfare Services			126,870

Social, Cultural, and Recreational Services

Libraries

Contributions	\$	10,000	
Total Libraries			10,000

Parks and Fair Boards

Assistant(s)	\$	55,940	
Supervisor/Director		54,209	
Part-time Personnel		74,029	
Overtime Pay		7,531	
Other Per Diem and Fees		3,600	
Social Security		14,900	
Pensions		8,194	
Life Insurance		198	
Medical Insurance		11,567	
Dental Insurance		327	
Other Fringe Benefits		640	
Communication		2,471	
Licenses		80	
Maintenance Agreements		663	
Maintenance and Repair Services - Buildings		57,063	
Maintenance and Repair Services - Equipment		4,853	
Maintenance and Repair Services - Vehicles		2,412	
Rentals		3,280	
Travel		28	
Disposal Fees		3,543	
Other Contracted Services		31,965	
Custodial Supplies		3,412	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

Electricity	\$	45,295	
Food Supplies		1,403	
Gasoline		16,977	
Office Supplies		270	
Propane Gas		267	
Tires and Tubes		1,545	
Uniforms		1,596	
Vehicle Parts		6,423	
Water and Sewer		15,778	
Other Charges		15,833	
Total Parks and Fair Boards			\$ 446,292

Agriculture and Natural Resources

Agricultural Extension Service

Contracts with Government Agencies	\$	81,263	
Contributions		1,000	
Maintenance Agreements		821	
Postal Charges		150	
Other Supplies and Materials		5,760	
Total Agricultural Extension Service			88,994

Soil Conservation

Supervisor/Director	\$	26,896	
Part-time Personnel		10,590	
Social Security		2,849	
Pensions		1,613	
Life Insurance		66	
Medical Insurance		7,251	
Dental Insurance		327	
Contracts with Private Agencies		2,400	
Total Soil Conservation			51,992

Other Operations

Industrial Development

Contracts with Other Public Agencies	\$	174,600	
Contributions		402,250	
Dues and Memberships		200	
Travel		376	
In Service/Staff Development		890	
Other Charges		2,400	
Total Industrial Development			580,716

Veterans' Services

Part-time Personnel	\$	42,476	
Other Per Diem and Fees		600	
Social Security		3,290	
Dues and Memberships		35	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Other Operations (Cont.)

Veterans' Services (Cont.)

Travel	\$	3,106	
Other Charges		2,836	
Total Veterans' Services			\$ 52,343

Employee Benefits

Medical Insurance	\$	49,427	
Total Employee Benefits			49,427

Miscellaneous

Advertising	\$	1,746	
Contracts with Government Agencies		35,047	
Dues and Memberships		14,368	
Legal Services		1,136	
Legal Notices, Recording, and Court Costs		1,152	
Pauper Burials		3,200	
Postal Charges		71,079	
Printing, Stationery, and Forms		7,659	
Rentals		2,127	
Drugs and Medical Supplies		220	
Duplicating Supplies		10,918	
Office Supplies		20,621	
Trustee's Commission		234,385	
Other Charges		68,937	
Total Miscellaneous			472,595

Total General Fund \$ 16,390,465

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Foremen	\$	7,624	
Part-time Personnel		301,048	
Overtime Pay		172	
Other Salaries and Wages		70,144	
Social Security		28,227	
Pensions		5,086	
Life Insurance		193	
Medical Insurance		22,539	
Dental Insurance		953	
Other Fringe Benefits		600	
Communication		858	
Maintenance and Repair Services - Buildings		1,547	
Maintenance and Repair Services - Equipment		11,887	
Postal Charges		115	
Disposal Fees		509,427	
Concrete		366	
Crushed Stone		2,871	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Solid Waste/Sanitation Fund (Cont.)  
Public Health and Welfare (Cont.)  
Convenience Centers (Cont.)

Diesel Fuel	\$	9,933	
Electricity		14,751	
Gasoline		2,136	
Road Signs		1,261	
Other Supplies and Materials		123	
Liability Insurance		1,947	
Refunds		113	
Trustee's Commission		6,847	
Workers' Compensation Insurance		11,160	
Other Charges		267	
Other Equipment		5,208	
Total Convenience Centers			\$ 1,017,403
Total Solid Waste/Sanitation Fund			\$ 1,017,403

Ambulance Service Fund  
Public Health and Welfare

<u>Ambulance/Emergency Medical Services</u>	
Supervisor/Director	\$ 73,338
Clerical Personnel	61,329
Attendants	698,580
Educational Incentive - Other County Employees	1,000
Overtime Pay	462,515
Other Per Diem and Fees	1,200
Social Security	93,337
Pensions	89,059
Life Insurance	1,777
Medical Insurance	229,385
Dental Insurance	8,730
Other Fringe Benefits	5,280
Communication	10,716
Contracts with Government Agencies	59,000
Contracts with Private Agencies	160,449
Dues and Memberships	820
Licenses	2,020
Maintenance Agreements	11,598
Maintenance and Repair Services - Buildings	3,461
Maintenance and Repair Services - Equipment	3,004
Maintenance and Repair Services - Vehicles	41,718
Medical and Dental Services	114
Postal Charges	28
Printing, Stationery, and Forms	495
Travel	467
Disposal Fees	4,952
Custodial Supplies	2,376
Diesel Fuel	41,827
Drugs and Medical Supplies	88,551

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Ambulance Service Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Electricity	\$	11,010	
Food Supplies		295	
Gasoline		39,759	
Instructional Supplies and Materials		472	
Natural Gas		2,588	
Uniforms		14,157	
Water and Sewer		5,405	
Other Supplies and Materials		5,477	
Building and Contents Insurance		2,477	
Liability Insurance		4,878	
Trustee's Commission		26,234	
Vehicle and Equipment Insurance		9,298	
Workers' Compensation Insurance		128,568	
In Service/Staff Development		5,020	
Fines, Assessments, and Penalties		49,357	
Data Processing Equipment		149	
Furniture and Fixtures		121	
Total Ambulance/Emergency Medical Services			\$ 2,462,391

Total Ambulance Service Fund \$ 2,462,391

Special Purpose Fund

Public Safety

Fire Prevention and Control

Assistant(s)	\$	58,123	
Supervisor/Director		33,342	
Salary Supplements		2,400	
Overtime Pay		16,683	
Social Security		7,944	
Pensions		8,602	
Life Insurance		190	
Medical Insurance		23,022	
Dental Insurance		940	
Other Fringe Benefits		480	
Contracts with Government Agencies		2,000	
Contributions		120,000	
Dues and Memberships		50	
Travel		510	
Small Tools		2,700	
Uniforms		1,507	
Other Supplies and Materials		1,081	
Liability Insurance		722	
Trustee's Commission		9,327	
Workers' Compensation Insurance		17,040	
In Service/Staff Development		833	
Other Capital Outlay		80,000	
Total Fire Prevention and Control			\$ 387,496

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Special Purpose Fund (Cont.)

Public Health and Welfare

Rabies and Animal Control

Supervisor/Director	\$	46,147	
Deputy(ies)		65,280	
Attendants		48,305	
Part-time Personnel		8,540	
Other Per Diem and Fees		1,495	
Social Security		11,602	
Pensions		11,062	
Life Insurance		331	
Medical Insurance		41,687	
Dental Insurance		1,634	
Unemployment Compensation		519	
Other Fringe Benefits		680	
Communication		2,873	
Licenses		590	
Maintenance and Repair Services - Equipment		1,360	
Maintenance and Repair Services - Vehicles		494	
Postal Charges		30	
Printing, Stationery, and Forms		700	
Travel		3,104	
Disposal Fees		412	
Other Contracted Services		481	
Animal Food and Supplies		4,238	
Custodial Supplies		1,519	
Data Processing Supplies		540	
Drugs and Medical Supplies		627	
Electricity		6,818	
Gasoline		5,787	
Natural Gas		3,683	
Office Supplies		902	
Tires and Tubes		538	
Uniforms		1,850	
Water and Sewer		5,928	
Other Supplies and Materials		7,815	
Building and Contents Insurance		736	
Liability Insurance		1,083	
Trustee's Commission		6,218	
Vehicle and Equipment Insurance		950	
Workers' Compensation Insurance		3,120	
In Service/Staff Development		595	
Other Charges		5,213	
Heating and Air Conditioning Equipment		3,890	
Total Rabies and Animal Control		<u>309,376</u>	\$ <u>309,376</u>

Total Special Purpose Fund \$ 696,872

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Drug Control Fund

Public Safety

Sheriff's Department

Communication	\$	1,632	
Maintenance Agreements		2,219	
Maintenance and Repair Services - Vehicles		852	
Travel		1,734	
Law Enforcement Supplies		4,042	
Tires and Tubes		985	
Other Supplies and Materials		1,704	
Trustee's Commission		331	
In Service/Staff Development		3,537	
Other Charges		6,947	
Data Processing Equipment		1,495	
Motor Vehicles		47,287	
Total Sheriff's Department			\$ 72,765

Total Drug Control Fund \$ 72,765

Other Special Revenue Fund

Public Health and Welfare

Recycling Center

Assistant(s)	\$	22,453	
Supervisor/Director		54,231	
Part-time Personnel		1,820	
Other Salaries and Wages		125,188	
Other Per Diem and Fees		1,513	
Social Security		15,403	
Pensions		13,979	
Life Insurance		430	
Medical Insurance		41,214	
Dental Insurance		2,125	
Other Fringe Benefits		1,920	
Communication		2,484	
Contracts with Government Agencies		2,700	
Contracts with Private Agencies		37,801	
Dues and Memberships		462	
Licenses		75	
Maintenance Agreements		1,555	
Maintenance and Repair Services - Buildings		1,851	
Maintenance and Repair Services - Equipment		22,616	
Travel		1,254	
Disposal Fees		153,161	
Crushed Stone		1,570	
Custodial Supplies		822	
Data Processing Supplies		430	
Diesel Fuel		15,981	
Electricity		13,817	
Food Supplies		197	
Gasoline		2,590	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Other Special Revenue Fund (Cont.)

Public Health and Welfare (Cont.)

Recycling Center (Cont.)

Office Supplies	\$	585	
Tires and Tubes		10,903	
Uniforms		2,575	
Water and Sewer		5,278	
Other Supplies and Materials		5,051	
Building and Contents Insurance		9,303	
Liability Insurance		3,665	
Trustee's Commission		11,800	
Vehicle and Equipment Insurance		8,077	
Workers' Compensation Insurance		4,560	
In Service/Staff Development		635	
Other Charges		15,156	
Total Recycling Center			\$ 617,230

Postclosure Care Costs

Contracts for Postclosure Care Costs	\$	29,820	
Electricity		963	
Fertilizer, Lime, and Seed		429	
Total Postclosure Care Costs			31,212

Total Other Special Revenue Fund \$ 648,442

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$	363	
Total County Trustee's Office			\$ 363

Total Constitutional Officers - Fees Fund 363

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	89,931	
Assistant(s)		61,693	
Secretary(ies)		71,409	
Other Per Diem and Fees		2,328	
Social Security		16,923	
Pensions		13,513	
Life Insurance		260	
Medical Insurance		20,846	
Dental Insurance		1,286	
Other Fringe Benefits		1,885	
Dues and Memberships		3,178	
Maintenance and Repair Services - Buildings		3,813	
Maintenance and Repair Services - Office Equipment		270	
Postal Charges		109	

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Printing, Stationery, and Forms	\$	267	
Travel		1,452	
Other Contracted Services		275	
Drugs and Medical Supplies		1,969	
Office Supplies		1,853	
Judgments		1,405	
In Service/Staff Development		400	
Office Equipment		363	
Total Administration			\$ 295,428

Highway and Bridge Maintenance

Foremen	\$	51,234	
Equipment Operators		60,172	
Equipment Operators - Light		79,775	
Truck Drivers		120,436	
Laborers		182,103	
Part-time Personnel		99,976	
Overtime Pay		38,749	
Other Per Diem and Fees		4,149	
Social Security		46,810	
Pensions		35,755	
Life Insurance		1,114	
Medical Insurance		127,826	
Dental Insurance		5,505	
Other Fringe Benefits		2,144	
Contracts with Private Agencies		31,898	
Engineering Services		23,710	
Asphalt - Hot Mix		1,231,332	
Concrete		2,553	
Crushed Stone		56,102	
Fertilizer, Lime, and Seed		1,671	
Pipe		36,115	
Road Signs		59,079	
Salt		32,677	
Structural Steel		2,456	
Other Supplies and Materials		435	
Total Highway and Bridge Maintenance			2,333,776

Operation and Maintenance of Equipment

Mechanic(s)	\$	107,798	
Overtime Pay		2,182	
Other Per Diem and Fees		720	
Social Security		7,402	
Pensions		6,639	
Life Insurance		198	
Medical Insurance		24,544	
Dental Insurance		981	

(Continued)

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Other Fringe Benefits	\$	960	
Maintenance and Repair Services - Equipment		33,132	
Maintenance and Repair Services - Vehicles		2,520	
Rentals		7,787	
Towing Services		750	
Custodial Supplies		1,654	
Diesel Fuel		55,350	
Drugs and Medical Supplies		124	
Equipment and Machinery Parts		123,098	
Garage Supplies		24,921	
Gasoline		52,020	
Lubricants		8,479	
Office Supplies		94	
Tires and Tubes		27,450	
Uniforms		12,988	
Total Operation and Maintenance of Equipment			\$ 501,791

Traffic Control

Maintenance Personnel	\$	27,290	
Overtime Pay		39	
Other Per Diem and Fees		354	
Social Security		1,994	
Pensions		1,661	
Life Insurance		66	
Medical Insurance		7,012	
Dental Insurance		327	
Other Fringe Benefits		480	
Road Signs		408	
Traffic Control Equipment		16,141	
Total Traffic Control			55,772

Litter and Trash Collection

Supervisor/Director	\$	3,522	
Laborers		10,664	
Social Security		1,089	
Pensions		213	
Life Insurance		4	
Medical Insurance		408	
Dental Insurance		19	
Other Fringe Benefits		31	
Other Charges		22,811	
Total Litter and Trash Collection			38,761

Other Charges

Communication	\$	11,141	
Licenses		665	
Maintenance Agreements		1,495	

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges (Cont.)

Disposal Fees	\$	1,014	
Electricity		8,614	
Food Supplies		864	
Natural Gas		5,692	
Water and Sewer		2,806	
Building and Contents Insurance		11,154	
Judgments		28,264	
Liability Insurance		29,535	
Trustee's Commission		48,861	
Vehicle and Equipment Insurance		21,765	
Total Other Charges			\$ 171,870

Employee Benefits

Medical Insurance	\$	12,109	
Workers' Compensation Insurance		63,720	
Total Employee Benefits			75,829

Capital Outlay

Office Equipment	\$	3,138	
Total Capital Outlay			3,138

Total Highway/Public Works Fund \$ 3,476,365

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	2,140,000	
Total General Government			\$ 2,140,000

Highways and Streets

Principal on Bonds	\$	100,000	
Total Highways and Streets			100,000

Education

Principal on Other Loans	\$	98,316	
Total Education			98,316

Interest on Debt

General Government

Interest on Bonds	\$	696,764	
Interest on Other Loans		35,437	
Total General Government			732,201

Highways and Streets

Interest on Bonds	\$	16,894	
Total Highways and Streets			16,894

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Debt Service Fund (Cont.)

Other Debt Service

General Government

Contracts with Private Agencies	\$	4,693	
Trustee's Commission		63,184	
Underwriter's Discount		16,779	
Other Debt Issuance Charges		87,500	
Other Debt Service		24,043	
Total General Government			\$ 196,199

Total General Debt Service Fund \$ 3,283,610

Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$	1,550,000	
Total Education			\$ 1,550,000

Interest on Debt

Education

Interest on Bonds	\$	177,477	
Total Education			177,477

Other Debt Service

Education

Other Contracted Services	\$	706	
Trustee's Commission		28,722	
Fines, Assessments, and Penalties		64,500	
Other Debt Issuance Charges		19,500	
Total Education			113,428

Total Rural Debt Service Fund 1,840,905

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$	280,000	
Total Education			\$ 280,000

Interest on Debt

Education

Interest on Bonds	\$	35,670	
Total Education			35,670

Other Debt Service

Education

Contracts with Private Agencies	\$	1,597	
Trustee's Commission		4,408	
Total Education			6,005

Total Education Debt Service Fund 321,675

(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

General Capital Projects Fund

Capital Projects

General Administration Projects

Trustee's Commission	\$	13,513	
Building Improvements		145,550	
Data Processing Equipment		24,401	
Furniture and Fixtures		1,449	
Motor Vehicles		124,280	
Site Development		8,297	
Health Equipment		29,064	
Total General Administration Projects			\$ 346,554

Administration of Justice Projects

Data Processing Equipment	\$	14,730	
Motor Vehicles		30,334	
Total Administration of Justice Projects			45,064

Public Safety Projects

Building Improvements	\$	18,979	
Communication Equipment		91,160	
Data Processing Equipment		3,000	
Land		59,882	
Motor Vehicles		250,988	
Other Equipment		6,401	
Total Public Safety Projects			430,410

Public Health and Welfare Projects

Building Improvements	\$	50,404	
Solid Waste Equipment		73,934	
Other Equipment		97,703	
Other Construction		237	
Total Public Health and Welfare Projects			222,278

Social, Cultural, and Recreation Projects

Building Improvements	\$	160,000	
Motor Vehicles		9,335	
Site Development		312,715	
Other Equipment		8,400	
Total Social, Cultural, and Recreation Projects			490,450

Other General Government Projects

Site Development	\$	686,217	
Total Other General Government Projects			686,217

Total General Capital Projects Fund \$ 2,220,973

Highway Capital Projects Fund

Capital Projects

Highway and Street Capital Projects

Bridge Construction	\$	111,522	
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(Continued)

Exhibit L-8

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types (Cont.)

Highway Capital Projects Fund (Cont.)  
Capital Projects (Cont.)

Highway and Street Capital Projects (Cont.)

Building Improvements	\$	12,045	
Highway Equipment		115,874	
Motor Vehicles		114,292	
Total Highway and Street Capital Projects			<u>\$ 353,733</u>
Total Highway Capital Projects Fund			<u>\$ 353,733</u>
Total Governmental Funds - Primary Government			<u>\$ 32,785,962</u>

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department  
For the Year Ended June 30, 2018

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 17,695,149	
Career Ladder Program	105,320	
Career Ladder Extended Contracts	63,025	
Homebound Teachers	7,300	
Educational Assistants	674,438	
Bonus Payments	159,425	
Other Salaries and Wages	84,898	
Certified Substitute Teachers	109,874	
Non-certified Substitute Teachers	133,965	
Social Security	1,102,420	
Pensions	1,654,934	
Life Insurance	12,470	
Medical Insurance	3,276,986	
Dental Insurance	133,849	
Unemployment Compensation	2,202	
Local Retirement	159,770	
Employer Medicare	260,883	
Other Contracted Services	225,751	
Instructional Supplies and Materials	212,364	
Textbooks - Bound	478,324	
Fee Waivers	427	
Regular Instruction Equipment	658,292	
Total Regular Instruction Program		\$ 27,212,066

Alternative Instruction Program

Teachers	\$ 95,755	
Career Ladder Program	1,000	
Educational Assistants	12,636	
Bonus Payments	400	
Non-certified Substitute Teachers	1,095	
Social Security	6,753	
Pensions	9,564	
Life Insurance	82	
Medical Insurance	6,823	
Dental Insurance	962	
Local Retirement	1,000	
Employer Medicare	1,579	
Instructional Supplies and Materials	1,806	
Total Alternative Instruction Program		139,455

Special Education Program

Teachers	\$ 2,782,712
Career Ladder Program	17,000
Homebound Teachers	6,519
Educational Assistants	396,481
Speech Pathologist	273,870

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Bonus Payments	\$	26,950	
Certified Substitute Teachers		14,310	
Non-certified Substitute Teachers		26,965	
Social Security		205,085	
Pensions		304,523	
Life Insurance		2,732	
Medical Insurance		612,104	
Dental Insurance		28,721	
Unemployment Compensation		1,349	
Local Retirement		32,705	
Employer Medicare		48,410	
Other Contracted Services		18,010	
Instructional Supplies and Materials		18,462	
Other Supplies and Materials		962	
Special Education Equipment		12,546	
Total Special Education Program			\$ 4,830,416

Career and Technical Education Program

Teachers	\$	1,064,801	
Career Ladder Program		5,000	
Bonus Payments		8,925	
Certified Substitute Teachers		6,975	
Non-certified Substitute Teachers		15,902	
Social Security		63,593	
Pensions		97,236	
Life Insurance		724	
Medical Insurance		232,566	
Dental Insurance		8,066	
Local Retirement		8,700	
Employer Medicare		14,873	
Other Contracted Services		38,601	
Instructional Supplies and Materials		44,681	
Textbooks - Bound		15,239	
Other Supplies and Materials		3,323	
Vocational Instruction Equipment		142,503	
Total Career and Technical Education Program			1,771,708

Support Services

Attendance

Supervisor/Director	\$	19,369	
Career Ladder Program		1,800	
Other Salaries and Wages		46,978	
Social Security		2,853	
Pensions		2,819	
Life Insurance		33	
Medical Insurance		6,823	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Dental Insurance	\$	385	
Local Retirement		500	
Employer Medicare		974	
Other Contracted Services		12,578	
Other Supplies and Materials		2,080	
In Service/Staff Development		2,316	
Attendance Equipment		1,639	
Total Attendance			\$ 101,147

Health Services

Supervisor/Director	\$	64,412	
Medical Personnel		343,548	
Clerical Personnel		11,475	
Bonus Payments		500	
Social Security		24,588	
Pensions		27,941	
Life Insurance		330	
Medical Insurance		55,659	
Dental Insurance		3,080	
Local Retirement		3,200	
Employer Medicare		5,751	
Dues and Memberships		130	
Travel		309	
Other Contracted Services		11,988	
Drugs and Medical Supplies		12,194	
Other Supplies and Materials		35,725	
In Service/Staff Development		6,515	
Other Charges		500	
Other Equipment		859	
Total Health Services			608,704

Other Student Support

Career Ladder Program	\$	2,000	
Guidance Personnel		871,603	
Clerical Personnel		3,825	
Bonus Payments		8,300	
Other Salaries and Wages		284,347	
Social Security		68,957	
Pensions		98,232	
Life Insurance		825	
Medical Insurance		165,951	
Dental Insurance		7,738	
Local Retirement		11,000	
Employer Medicare		16,119	
Contracts with Government Agencies		210,000	
Evaluation and Testing		26,539	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Travel	\$	975	
Other Contracted Services		24,926	
Other Supplies and Materials		4,780	
In Service/Staff Development		6,472	
Other Charges		8,423	
Total Other Student Support			\$ 1,821,012

Regular Instruction Program

Supervisor/Director	\$	220,722	
Career Ladder Program		9,000	
Librarians		762,714	
Education Media Personnel		117,896	
Secretary(ies)		15,720	
Bonus Payments		9,400	
Other Salaries and Wages		138,353	
Social Security		71,933	
Pensions		98,283	
Life Insurance		620	
Medical Insurance		188,621	
Dental Insurance		6,410	
Unemployment Compensation		131	
Local Retirement		9,550	
Employer Medicare		17,602	
Dues and Memberships		1,304	
Travel		2,908	
Other Contracted Services		84,355	
Library Books/Media		91,749	
Other Supplies and Materials		17,920	
In Service/Staff Development		15,180	
Other Charges		232	
Other Equipment		6,490	
Total Regular Instruction Program			1,887,093

Alternative Instruction Program

Supervisor/Director	\$	79,619	
Career Ladder Program		1,000	
Secretary(ies)		12,636	
Bonus Payments		500	
Social Security		5,643	
Pensions		8,124	
Life Insurance		50	
Medical Insurance		16,141	
Dental Insurance		578	
Local Retirement		500	
Employer Medicare		1,320	
Travel		16	
Other Supplies and Materials		1,127	
Total Alternative Instruction Program			127,254

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program

Supervisor/Director	\$	88,669	
Career Ladder Program		3,000	
Psychological Personnel		302,981	
Clerical Personnel		47,134	
Bonus Payments		2,500	
Other Salaries and Wages		229,914	
Social Security		39,765	
Pensions		54,379	
Life Insurance		852	
Medical Insurance		116,750	
Dental Insurance		8,179	
Unemployment Compensation		213	
Local Retirement		5,367	
Employer Medicare		9,300	
Dues and Memberships		210	
Maintenance and Repair Services - Equipment		3,600	
Travel		5,400	
Other Contracted Services		35,458	
Other Supplies and Materials		443	
In Service/Staff Development		1,874	
Total Special Education Program			\$ 955,988

Career and Technical Education Program

Supervisor/Director	\$	85,007	
Secretary(ies)		30,819	
Bonus Payments		500	
Social Security		6,530	
Pensions		9,613	
Life Insurance		66	
Medical Insurance		29,877	
Dental Insurance		770	
Local Retirement		500	
Employer Medicare		1,527	
Travel		4,747	
Other Supplies and Materials		2,794	
In Service/Staff Development		2,015	
Other Charges		1,455	
Total Career and Technical Education Program			176,220

Technology

Supervisor/Director	\$	67,567
Instructional Computer Personnel		254,023
Secretary(ies)		34,726
Social Security		20,825
Pensions		22,896
Life Insurance		261

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology (Cont.)

Medical Insurance	\$	49,996	
Dental Insurance		3,042	
Local Retirement		1,500	
Employer Medicare		4,870	
Internet Connectivity		74,829	
Other Contracted Services		125,330	
Cabling		3,000	
Software		49,344	
Other Supplies and Materials		31,198	
In Service/Staff Development		5,019	
Other Charges		508	
Administration Equipment		6,583	
Other Equipment		124,878	
Total Technology			\$ 880,395

Other Programs

On-behalf Payments to OPEB	\$	271,596	
Total Other Programs			271,596

Board of Education

Secretary to Board	\$	4,203	
Board and Committee Members Fees		43,929	
Social Security		2,951	
Pensions		1,405	
Employer Medicare		698	
On-behalf Payments to OPEB		190,164	
Audit Services		20,500	
Dues and Memberships		32,651	
Legal Services		20,945	
Other Contracted Services		5,125	
Liability Insurance		65,598	
Trustee's Commission		345,981	
Workers' Compensation Insurance		139,300	
Other Self-insured Claims		5,000	
In Service/Staff Development		16,898	
Refund to Applicant for Criminal Investigation		2,122	
Other Charges		3,396	
Total Board of Education			900,866

Director of Schools

County Official/Administrative Officer	\$	125,000	
Career Ladder Program		1,000	
Secretary(ies)		81,122	
Bonus Payments		15,000	
Social Security		11,520	
Pensions		17,490	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Life Insurance	\$	99	
Medical Insurance		41,302	
Dental Insurance		770	
Local Retirement		1,000	
Employer Medicare		3,054	
Communication		21,844	
Dues and Memberships		3,973	
Postal Charges		3,745	
Travel		182	
Other Contracted Services		360	
Office Supplies		1,264	
In Service/Staff Development		3,149	
Other Charges		1,395	
Administration Equipment		200	
Total Director of Schools			\$ 333,469

Office of the Principal

Principals	\$	1,268,716	
Career Ladder Program		12,000	
Assistant Principals		844,511	
Secretary(ies)		1,041,664	
Bonus Payments		14,000	
Social Security		184,940	
Pensions		254,584	
Life Insurance		2,077	
Medical Insurance		558,457	
Dental Insurance		23,177	
Local Retirement		24,680	
Employer Medicare		43,493	
Communication		10,543	
Dues and Memberships		2,144	
Travel		3,045	
Other Contracted Services		6,256	
Other Supplies and Materials		1,584	
In Service/Staff Development		16,351	
Other Charges		1,618	
Administration Equipment		26,991	
Total Office of the Principal			4,340,831

Fiscal Services

Supervisor/Director	\$	87,002
Accountants/Bookkeepers		140,619
Other Salaries and Wages		5,768
Social Security		13,596
Pensions		13,702
Life Insurance		150

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services (Cont.)

Medical Insurance	\$	31,057	
Dental Insurance		1,463	
Local Retirement		1,500	
Employer Medicare		3,237	
Dues and Memberships		225	
Other Contracted Services		8,187	
Other Supplies and Materials		4,964	
In Service/Staff Development		1,804	
Other Charges		3,916	
Administration Equipment		1,617	
Total Fiscal Services			\$ 318,807

Human Services/Personnel

Supervisor/Director	\$	19,369	
Employer Medicare		281	
Advertising		120	
Other Contracted Services		259	
Total Human Services/Personnel			20,029

Operation of Plant

Custodial Personnel	\$	24,160	
Social Security		1,472	
Pensions		1,450	
Life Insurance		33	
Medical Insurance		6,513	
Dental Insurance		385	
Employer Medicare		344	
Janitorial Services		1,245,137	
Licenses		3,090	
Pest Control		10,455	
Rentals		960	
Disposal Fees		34,863	
Other Contracted Services		53,541	
Custodial Supplies		74,434	
Electricity		1,642,015	
Natural Gas		276,628	
Water and Sewer		328,847	
Other Supplies and Materials		23,220	
Building and Contents Insurance		116,359	
Other Charges		105,483	
Plant Operation Equipment		4,684	
Total Operation of Plant			3,954,073

Maintenance of Plant

Supervisor/Director	\$	86,206	
Maintenance Personnel		477,218	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Social Security	\$	32,881	
Pensions		35,764	
Life Insurance		403	
Medical Insurance		98,035	
Dental Insurance		4,966	
Local Retirement		2,750	
Employer Medicare		7,756	
Communication		9,928	
Maintenance and Repair Services - Buildings		47,603	
Maintenance and Repair Services - Equipment		70,852	
Other Contracted Services		36,050	
Other Supplies and Materials		87,894	
Other Charges		25,018	
Maintenance Equipment		14,863	
Total Maintenance of Plant			\$ 1,038,187

Transportation

Bus Drivers	\$	118,855	
Other Salaries and Wages		38,061	
Social Security		8,644	
Pensions		7,854	
Life Insurance		33	
Medical Insurance		6,823	
Dental Insurance		385	
Local Retirement		1,420	
Employer Medicare		2,230	
Contracts with Parents		931	
Total Transportation			185,236

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	4,384	
Teachers		186,798	
Clerical Personnel		7,416	
Educational Assistants		23,135	
Other Salaries and Wages		14,301	
Social Security		13,745	
Pensions		17,613	
Employer Medicare		3,246	
Other Contracted Services		3,600	
Instructional Supplies and Materials		4,052	
In Service/Staff Development		688	
Other Charges		8,399	
Total Community Services			287,377

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education

Teachers	\$	167,276	
Educational Assistants		49,587	
Bonus Payments		1,400	
Certified Substitute Teachers		990	
Non-certified Substitute Teachers		1,945	
Social Security		12,924	
Pensions		18,291	
Life Insurance		165	
Medical Insurance		46,180	
Dental Insurance		1,925	
Local Retirement		2,000	
Employer Medicare		3,023	
Contracts with Other Public Agencies		366,958	
Travel		193	
Other Contracted Services		9,000	
Instructional Supplies and Materials		6,605	
Other Supplies and Materials		2,871	
In Service/Staff Development		517	
Total Early Childhood Education			\$ 691,850

Capital Outlay

Regular Capital Outlay

Furniture and Fixtures	\$	8,625	
Motor Vehicles		62,919	
Other Capital Outlay		9,846	
Total Regular Capital Outlay			81,390

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	98,316	
Total Education			98,316

Total General Purpose School Fund \$ 53,033,485

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	712,778	
Educational Assistants		324,801	
Bonus Payments		5,700	
Other Salaries and Wages		892	
Certified Substitute Teachers		2,530	
Non-certified Substitute Teachers		2,092	
Social Security		56,431	
Pensions		80,889	
Life Insurance		1,035	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Medical Insurance	\$	247,597	
Dental Insurance		10,645	
Local Retirement		9,584	
Employer Medicare		14,052	
Other Contracted Services		10,660	
Instructional Supplies and Materials		114,937	
Other Charges		1,589	
Regular Instruction Equipment		155,561	
Total Regular Instruction Program			\$ 1,751,773

Special Education Program

Educational Assistants	\$	417,038	
Speech Pathologist		1,890	
Social Security		23,398	
Pensions		25,508	
Life Insurance		769	
Medical Insurance		142,883	
Dental Insurance		8,046	
Local Retirement		5,130	
Employer Medicare		5,472	
Contracts with Private Agencies		65,760	
Other Contracted Services		68,504	
Instructional Supplies and Materials		20,599	
Other Supplies and Materials		12,101	
Special Education Equipment		16,059	
Total Special Education Program			813,157

Career and Technical Education Program

Instructional Supplies and Materials	\$	11,845	
Other Supplies and Materials		2,352	
Vocational Instruction Equipment		78,602	
Total Career and Technical Education Program			92,799

Support Services

Other Student Support

Travel	\$	6,555	
Other Contracted Services		3,229	
In Service/Staff Development		8,117	
Other Charges		14,686	
Total Other Student Support			32,587

Regular Instruction Program

Supervisor/Director	\$	58,995	
Secretary(ies)		23,580	
Bonus Payments		1,550	
Other Salaries and Wages		141,662	

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

In-service Training	\$	3,600	
Social Security		13,586	
Pensions		20,087	
Life Insurance		122	
Medical Insurance		38,145	
Dental Insurance		1,424	
Local Retirement		950	
Employer Medicare		3,177	
Travel		217	
Other Supplies and Materials		2,338	
In Service/Staff Development		96,120	
Total Regular Instruction Program			\$ 405,553

Special Education Program

Secretary(ies)	\$	39,300	
Clerical Personnel		84,622	
Other Salaries and Wages		363,510	
Social Security		26,088	
Pensions		29,663	
Life Insurance		1,005	
Medical Insurance		208,277	
Dental Insurance		10,684	
Local Retirement		3,300	
Employer Medicare		6,177	
Travel		717	
Other Contracted Services		147,397	
Other Supplies and Materials		30,273	
In Service/Staff Development		18,036	
Other Equipment		3,411	
Total Special Education Program			972,460

Career and Technical Education Program

In Service/Staff Development	\$	1,158	
Total Career and Technical Education Program			1,158

Board of Education

Criminal Investigation of Applicants - TBI	\$	261	
Total Board of Education			261

Transportation

Bus Drivers	\$	3,030	
Social Security		188	
Pensions		133	
Employer Medicare		44	
Diesel Fuel		1,544	
Total Transportation			4,939

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

School Federal Projects Fund (Cont.)

Operation of Non-Instructional Services

Food Service

Cafeteria Personnel	\$	1,330	
Social Security		82	
Pensions		66	
Employer Medicare		19	
Food Supplies		364	
Total Food Service			<u>\$ 1,861</u>

Total School Federal Projects Fund \$ 4,076,548

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	81,523	
Accountants/Bookkeepers		46,439	
Clerical Personnel		78,316	
Cafeteria Personnel		1,103,776	
Social Security		76,745	
Pensions		55,232	
Life Insurance		1,353	
Medical Insurance		289,427	
Dental Insurance		14,976	
Local Retirement		6,050	
Employer Medicare		17,949	
Dues and Memberships		977	
Maintenance and Repair Services - Equipment		40,079	
Pest Control		6,880	
Transportation - Other than Students		17,660	
Travel		530	
Disposal Fees		31,472	
Permits		1,280	
Other Contracted Services		17,392	
Food Preparation Supplies		119,795	
Food Supplies		1,320,284	
USDA - Commodities		208,191	
Other Supplies and Materials		7,398	
Workers' Compensation Insurance		25,000	
In Service/Staff Development		11,189	
Other Charges		347	
Food Service Equipment		33,821	
Total Food Service			<u>\$ 3,614,081</u>

Total Central Cafeteria Fund 3,614,081

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

School Transportation Fund

Support Services

Transportation

Supervisor/Director	\$	62,301	
Mechanic(s)		153,344	
Bus Drivers		712,987	
Clerical Personnel		36,533	
Other Salaries and Wages		196,748	
Social Security		68,982	
Pensions		64,578	
Life Insurance		1,641	
Medical Insurance		29,045	
Dental Insurance		17,826	
Local Retirement		7,916	
Employer Medicare		16,625	
Communication		3,182	
Maintenance and Repair Services - Equipment		7,260	
Towing Services		3,015	
Disposal Fees		63	
Other Contracted Services		107,500	
Diesel Fuel		233,923	
Garage Supplies		13,472	
Gasoline		28,744	
Lubricants		18,074	
Small Tools		831	
Tires and Tubes		46,156	
Vehicle Parts		132,457	
Other Supplies and Materials		1,739	
Vehicle and Equipment Insurance		77,470	
Workers' Compensation Insurance		90,000	
In Service/Staff Development		4,480	
Other Charges		8,384	
Administration Equipment		840	
Transportation Equipment		4,872	
Total Transportation			<u>\$ 2,150,988</u>

Total School Transportation Fund

\$ 2,150,988

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	131,956
Social Security		7,976
Pensions		2,507
Life Insurance		33
Medical Insurance		11,190
Dental Insurance		385
Local Retirement		450
Employer Medicare		1,865

(Continued)

Exhibit L-9

Roane County, Tennessee  
Schedule of Detailed Expenditures -  
All Governmental Fund Types  
Discretely Presented Roane County School Department (Cont.)

Extended School Program Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Travel	\$	924	
Other Contracted Services		4,425	
Food Supplies		18,028	
Other Supplies and Materials		1,614	
Other Charges		2,233	
Total Community Services			\$ 183,586

Total Extended School Program Fund \$ 183,586

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Other Salaries and Wages	\$	20,767	
Social Security		1,288	
Pensions		1,246	
Employer Medicare		301	
Trustee's Commission		19,902	
Building Improvements		795,232	
Other Equipment		544,500	
Total Education Capital Projects			\$ 1,383,236

Total Education Capital Projects Fund 1,383,236

Total Governmental Funds - Roane County School Department \$ 64,441,924

Exhibit L-10

Roane County, Tennessee  
Schedule of Detailed Receipts, Disbursements,  
and Changes in Cash Balances - City Agency Funds  
For the Year Ended June 30, 2018

	Cities - Sales Tax Fund	City School ADA - Oak Ridge Fund	Total
<u>Cash Receipts</u>			
Current Property Taxes	\$ 0	\$ 1,016,487	\$ 1,016,487
Trustee's Collections - Prior Years	0	33,216	33,216
Circuit/Clerk and Master Collections - Prior Years	0	24,618	24,618
Interest and Penalty	0	5,900	5,900
Pickup Taxes	0	540	540
Payments in-Lieu-of Taxes - Local Utilities	0	18,287	18,287
Local Option Sales Tax	6,559,124	483,619	7,042,743
Licenses	0	188	188
Contributions	0	12	12
Mixed Drink Tax	0	171	171
<b>Total Cash Receipts</b>	<b>\$ 6,559,124</b>	<b>\$ 1,583,038</b>	<b>\$ 8,142,162</b>
<u>Cash Disbursements</u>			
Remittance of Revenues Collections	\$ 6,493,533	\$ 1,554,533	\$ 8,048,066
Trustee's Commission	65,591	26,365	91,956
<b>Total Cash Disbursements</b>	<b>\$ 6,559,124</b>	<b>\$ 1,580,898</b>	<b>\$ 8,140,022</b>
<u>Excess of Cash Receipts Over (Under)</u>			
Cash Disbursements	\$ 0	\$ 2,140	\$ 2,140
Cash Balance, July 1, 2017	0	1,061	1,061
<b>Cash Balance, June 30, 2018</b>	<b>\$ 0</b>	<b>\$ 3,201</b>	<b>\$ 3,201</b>

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## SINGLE AUDIT SECTION

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JUSTIN P. WILSON  
*Comptroller*

JASON E. MUMPOWER  
*Chief of Staff*

**Report on Internal Control Over Financial Reporting and on Compliance and  
Other Matters Based on an Audit of Financial Statements Performed in  
Accordance With *Government Auditing Standards***

Independent Auditor's Report

Roane County Executive and  
Board of County Commissioners  
Roane County, Tennessee

To the County Executive and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements, and have issued our report thereon dated October 31, 2018.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Roane County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Roane County's internal control. Accordingly, we do not express an opinion on the effectiveness of Roane County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during

our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

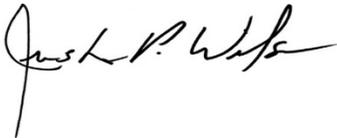
### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Roane County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Roane County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury

Nashville, Tennessee

October 31, 2018

JPW/tg



JUSTIN P. WILSON  
*Comptroller*

JASON E. MUMPOWER  
*Chief of Staff*

**Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

Independent Auditor's Report

Roane County Executive and  
Board of County Commissioners  
Roane County, Tennessee

To the County Executive and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

We have audited Roane County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Roane County's major federal programs for the year ended June 30, 2018. Roane County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

***Management's Responsibility***

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Roane County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Roane County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Roane County's compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, Roane County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

### **Report on Internal Control Over Compliance**

Management of Roane County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Roane County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Roane County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

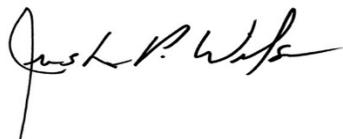
The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

## Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements. We issued our report thereon dated October 31, 2018, which contained unmodified opinions on those financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson  
Comptroller of the Treasury

Nashville, Tennessee

October 31, 2018

JPW/tg

Roane County, Tennessee, and the Roane County School Department  
Schedule of Expenditures of Federal Awards and State Grants (1) (2)  
For the Year-Ended June 30, 2018

Federal/Pass-Through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	\$ 701,712
National School Lunch Program	10.555	N/A	1,962,190 (5)
Summer Food Service Program for Children	10.559	N/A	30,998
Fresh Fruit and Vegetable Program	10.582	N/A	28,460
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	208,191 (5)
National School Lunch Program (Commodities - Cash Assistance)	10.555	N/A	10,248 (5)
Direct Program:			
Healthier U.S. School Challenge: Smarter Lunchrooms	10.543	N/A	11,000
Passed-through State Department of Health:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG1855417	28,910
Total U.S. Department of Agriculture			<u>\$ 2,981,709</u>
U.S. Department of Commerce:			
Passed-through State Department of Economic and Community Development:			
Economic Development Cluster:			
Economic Adjustment Assistance	11.307	(3)	\$ 837,110 (6)
Total U.S. Department of Commerce			<u>\$ 837,110</u>
U.S. Department of Military:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	N/A	\$ 3,396
Total U.S. Department of Military			<u>\$ 3,396</u>
U.S. Department of Justice:			
Direct Program:			
Drug Court Discretionary Grant Program	16.585	N/A	\$ 111,413
Bulletproof Vest Partnership Programs	16.607	N/A	3,677
Total U.S. Department of Justice			<u>\$ 115,090</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Safety Cluster:			
State and Community Highway Safety	20.600	(3)	\$ 23,764
Total U.S. Department of Transportation			<u>\$ 23,764</u>
U.S. Department of Energy			
Passed-through State Department of Military:			
Environmental Monitoring/Cleanup, Cultural and Resource Mgmt., Emergency Response Research, Outreach, Technical Analysis	81.214	34101-21217	\$ 13,836
Passed-through City of Oak Ridge:			
Tennessee Oversight Interlocal Agreement	81.502	32701-02793	38,810
Total U.S. Department of Energy			<u>\$ 52,646</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	N/A	\$ 1,747,614
Special Education Cluster: (4)			
Special Education - Grants to States	84.027	N/A	1,760,295
Special Education - Preschool Grants	84.173	N/A	82,310
Career and Technical Education - Basic Grants to States	84.048	N/A	111,858

(Continued)

Roane County, Tennessee, and the Roane County School Department  
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Education (Cont.):			
Passed-through State Department of Education (Cont.):			
Rural Education	84.358	N/A	\$ 111,120
Improving Teacher Quality State Grants	84.367	N/A	231,349
Student Support and Academic Enrichment Program	84.424	N/A	29,611
Total U.S. Department of Education			<u>\$ 4,074,157</u>
U.S. Department of Health and Human Services:			
Passed-through State of Department of Human Services:			
Child Support Enforcement	93.563	34513-22213	\$ 26,676
CCDF Cluster:			
Child Care and Development Block Grant	93.575	N/A	72,790
Passed-through State of Department of Health:			
Injury Prevention and Control Research and State and Community Based Programs	93.136	GG1855417	3
Family Planning Services	93.217	GG1855417	4,885
HIV Prevention Activities Health Department Based	93.940	GG1855417	243
Maternal and Child Health Service Block Grant to the States	93.994	GG1855417	13,186
Medicaid Cluster:			
Medical Assistance Program	93.778	GG1855417	18,628
Total U.S. Department of Health and Human Services			<u>\$ 136,411</u>
Executive Office of the President:			
Passed-through Laurel County, Kentucky Fiscal Court:			
High Intensity Drug Trafficking Areas Program	95.001	(3)	\$ 10,904
Total Executive Office of the President			<u>\$ 10,904</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	34101-21118	\$ 380,741
Emergency Management Performance Grants	97.042	34101-09518	43,500
Homeland Security Grant Program	97.067	34101-28516	15,314
Total U.S. Department of Homeland Security			<u>\$ 439,555</u>
Total Expenditures of Federal Grants			<u>\$ 8,674,742</u>

State Grants

		Contract Number	
Rural Local Health Services Grant - State Department of Health	N/A	(3)	\$ 119,029
State Supplemental Juvenile Court Improvement Funds Grant - State Department of Children Services	N/A	35910-203391	9,000
Tennessee Certified Recovery Court - State Department of MHSAS	N/A	(3)	50,000
TEMA Disaster Grant - State Department of Military	N/A	(3)	42,528
Litter Program - State Department of Transportation	N/A	(3)	65,887
Early Childhood Education - State Department of Education	N/A	(3)	642,593
Coordinated School Health - State Department of Education	N/A	(3)	90,000
Family Resource Center	N/A	(3)	28,767
Internet Connectivity - State Department of Education	N/A	(3)	17,066
Safe Schools - State Department of Education	N/A	(3)	30,870
Lottery for Education-PreK - State Department of Education	N/A	(3)	289,647
Work Based Learning Grant- State Department of Economic & Community Development	N/A	(3)	2,754
Child Care Assistance - State Department of Human Services	N/A	(3)	10,737

(Continued)

Roane County, Tennessee, and the Roane County School Department  
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (Cont.)

<u>State Grants (Cont.)</u>		<u>Contract Number (Cont.)</u>	
Site Development Grant - State Department of Economic & Community Development	N/A	(3)	\$ 322,781
Recycling Equipment Grant - State Department of Economic & Community Development	N/A	(3)	75,000
Tourism Enhancement Grant - State Department of Agriculture	N/A	(3)	<u>36,981</u>
Total State Grants			<u>\$ 1,833,640</u>

CFDA = Catalog of Federal Domestic Assistance  
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Roane county elected not to use the 10% de minimus cost rate permitted in the Uniform Guidance.
- (3) Information not available.
- (4) Child Nutrition Cluster total \$2,913,339; Special Education Cluster \$1,842,605.
- (5) Total for CFDA No. 10.555 is \$2,180,629.
- (6) Loan with continuing requirements:  
In previous years, Roane County received revolving loans funds from the U.S. Department of Commerce that were passed through the state Department of Economic and Community Development to loan to private industries. These funds were loaned to various businesses within Roane County who then must repay the county for the loan. During the year, Roane County received loan repayments of \$161,161 from these businesses and made additional loans of \$77,460. At June 30, 2018, Roane County had unspent revolving loan proceeds of \$440,968 on hand. Roane County also had notes receivable due from businesses of \$452,967 as of June 30, 2018.

<u>SUBRECIPIENTS</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipient</u>	<u>Subrecipient</u>
<u>Program Title</u>			
Title 1 Grants to Local Educational Agencies	84.010	\$21,755	Kingston Academy
Title 1 Grants to Local Educational Agencies	84.010	\$20,825	Roane Academy

Roane County, Tennessee  
Summary Schedule of Prior-year Findings  
For the Year Ended June 30, 2018

*Government Auditing Standards* require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Roane County, Tennessee, for the year ended June 30, 2018.

***Prior-year Financial Statement Findings***

Fiscal Year	Page Number	Finding Number	Title of Finding	CFDA Number	Current Status
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**OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS**

2017	269	2017-001	The office had deficiencies in budget operations	N/A	Corrected
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***Prior-year Federal Awards Findings***

There were no prior-year federal award findings to report.

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**ROANE COUNTY, TENNESSEE**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2018**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

1. Our report on the financial statements of Roane County is unmodified.
2. Internal Control Over Financial Reporting:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **NO**
3. Noncompliance material to the financial statements noted? **NO**

**Federal Awards:**

4. Internal Control Over Major Federal Programs:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of major federal programs:
  - \* CFDA Number 84.010 Title I Grants to Local Educational Agencies
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

## **PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS**

There were no findings relating to the financial statements of Roane County, Tennessee, as a result of our examination for the year ended June 30, 2018.

### **PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

There were no findings and questioned costs related to federal awards for the year ended June 30, 2018.

**Roane County, Tennessee**  
**Management's Corrective Action Plan**  
**For the Year Ended June 30, 2018**

The audit of Roane County did not report any findings and recommendations. Therefore, no management responses are required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).